

# Asset Allocation Solutions from Fidelity

## Comprehensive integrated multi-asset class solutions

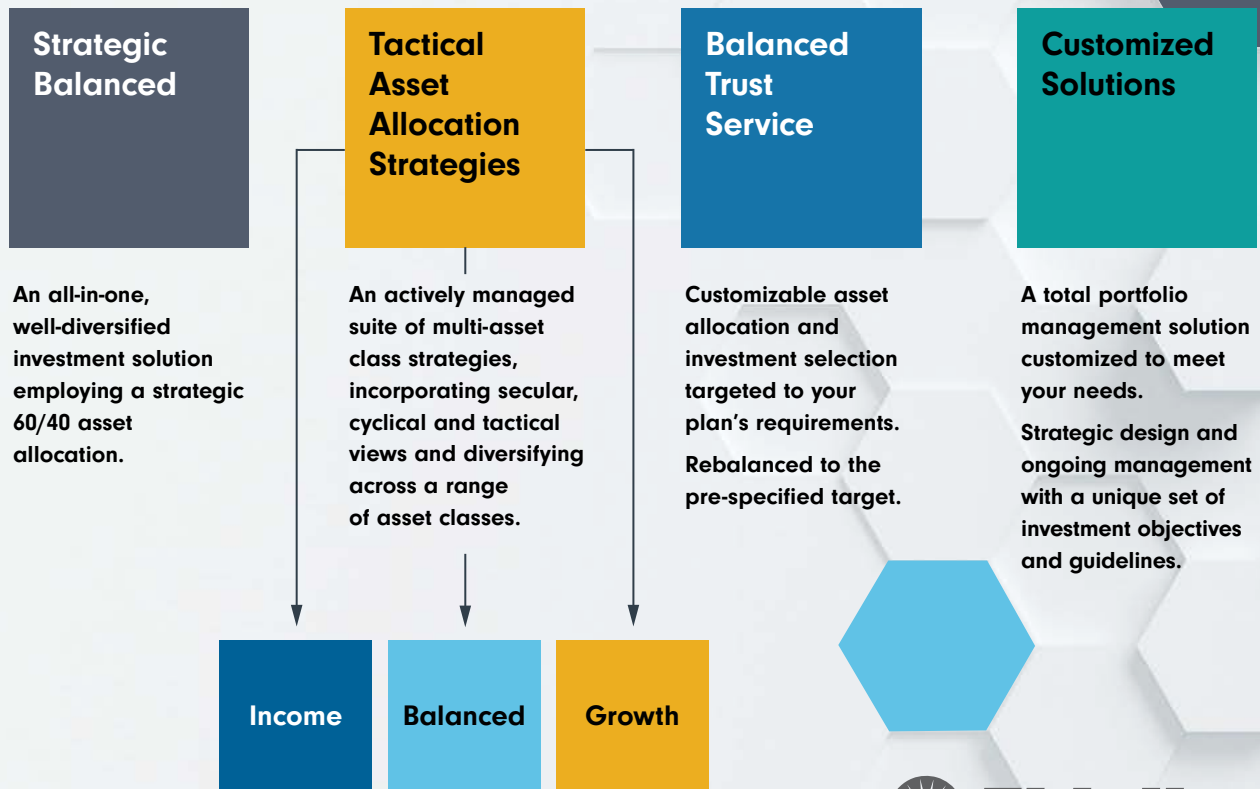
Our Global Asset Allocation (GAA) team offers plans access to institutional money management expertise, across core and specialty mandates, delivering powerful benefits.

As part of the Fidelity organization, the GAA team is dedicated to providing flexible outcome-oriented solution to institutional investors.

## The Fidelity Advantage

- Global investment resources.
- World-class investment strategies, including risk-controlled and specialized mandates.
- Exceptional client service.

## Which Multi-Asset Class Solution is right for your plan?





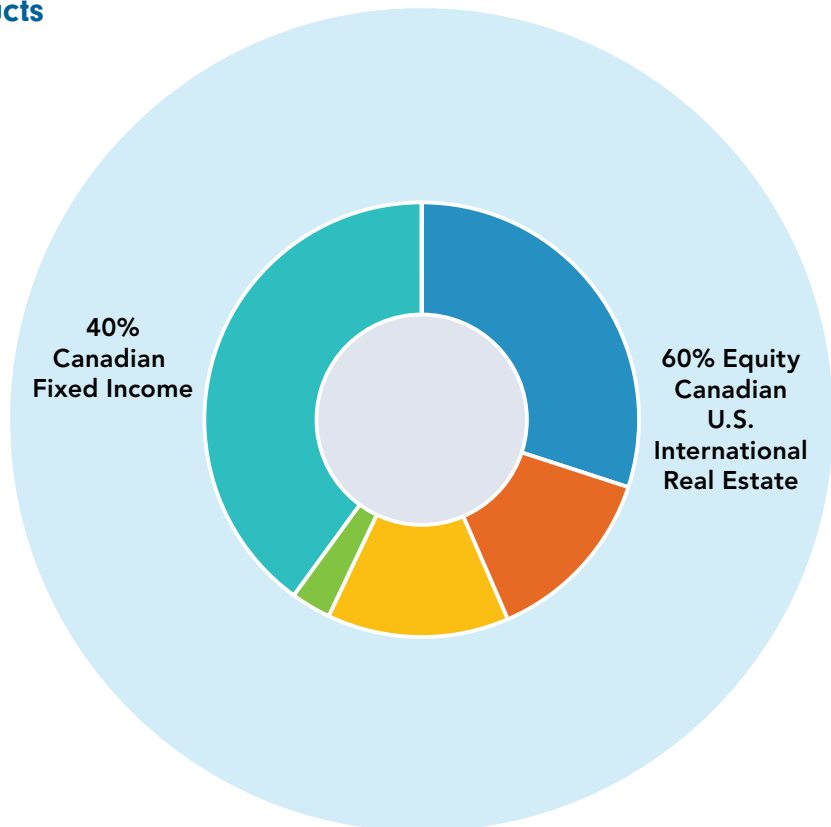
**Strategic Balanced employs a traditional 60/40 approach based on an optimal mix of underlying investment strategies to meet its target objectives.**

### **A comprehensive institutional investment process**

In assessing the portfolio's risk/return sources, the managers analyze the underlying individual strategies and seek to ensure proper compensation for risk. If a portfolio's weight surpasses the targeted allocation, a rebalance is automatically triggered.

### **Access to specialized products**

Strategic Balanced is structured to provide all plans with an opportunity to invest in a broad range of asset classes, including global real estate, long-duration bonds and international small-cap equities. These asset classes offer diversification benefits with the potential to increase risk-adjusted returns.



**Minimum Investment:** CDN\$7.5 million.



**An actively managed suite of multi-asset class strategies**  
 Our goal is to design a well-diversified suite of portfolios to meet your investment objectives.

# Tactical Asset Allocation Suite

## A Multi-Input, Multi-Step Investment Framework

### Strategic Design:

A strategic mix of asset classes – policy benchmarks – are used to balanced expected return potential with varying levels of risk tolerance

### Active Allocation

Active management of asset class exposures around a strategic mix of assets can add value

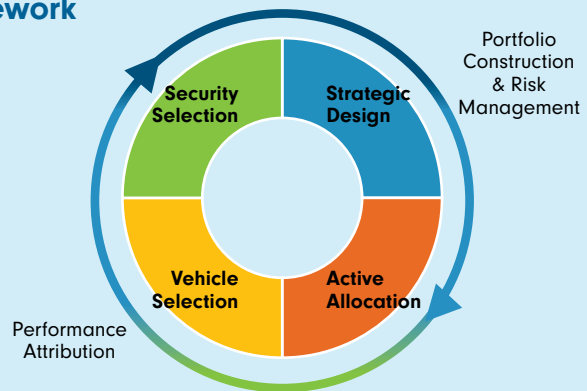
Provide varied exposure to diversifying asset classes across market cycles

### Vehicle Selection

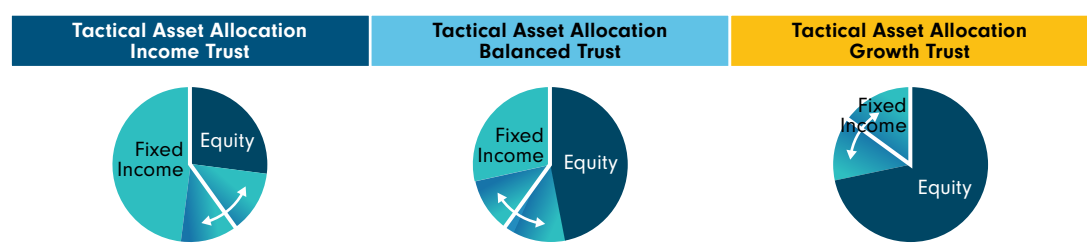
Selecting strategies and building portfolios that can outperform passive, blended benchmarks

### Security Selection

Building blocks managed within Fidelity by asset class specialists provides the potential for additional sources of alpha



The Tactical Asset Allocation suite provides the opportunity for exposure to additional asset classes, including high yield, emerging market debt, emerging market equities, international small cap equities and inflation-sensitive assets, that bring diversification benefits and the potential for enhanced risk-adjusted returns. The flexibility of our approach also provides for incorporating currency views into our investment decisions, and using passive allocations where markets are particularly efficient. We are active where it counts to achieve your investment objectives.



Asset Class	Neutral Asset Mix	Range	Neutral Asset Mix	Range	Neutral Asset Mix	Range
Equity	40%	25%-55%	60%	45%-75%	85%	70%-100%
Fixed-income	60%	45%-75%	40%	25%-55%	15%	0%-30%
Out of Benchmark	0%	<30%	0%	<30%	0%	<30%

**Minimum Investment:** CDN\$7.5 million.



## Balanced Trust Service

### You choose your asset allocation and leave the rebalancing to us.

The Balanced Trust Service is a cost-effective way for institutional investors to ensure their portfolio continues to reflect their desired mix of assets and risk level.

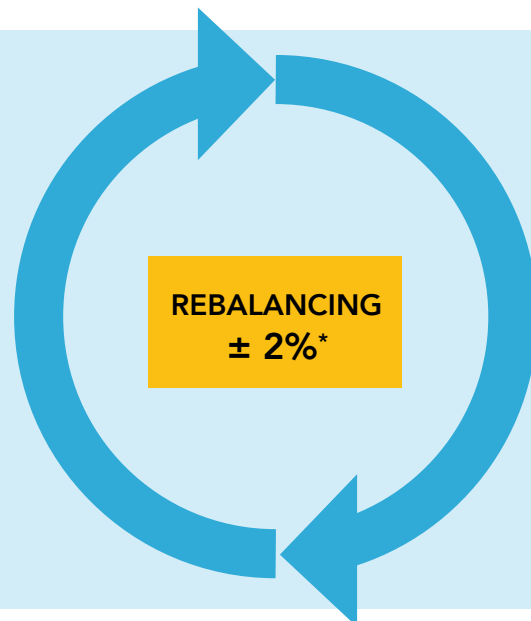
This service is ideal if you want access to specialty managers. You choose the products you want and determine the target allocation and risk tolerances for each. We carry out monthly tests to determine if your mix deviates by more than your pre-established targets.

### Customized to meet your needs

Choose from a broad array of investment mandates to create a target mix that meets your needs efficiently and cost effectively.

### How the service works

- Flexibility to modify your investments quarterly.
- Rebalancing is triggered when your tolerance has been breached (eg a  $\pm 2\%$  deviation from the predetermined mix).
- Rebalancing occurs on the 15<sup>th</sup> of each month or the next business day.
- Subsequent purchases are made according to your predetermined asset mix.
- Fees depend on the products you choose and your target asset allocation.



\* Note that the minimum tolerance level for Balanced Trust Service is  $\pm 2\%$ .

**Minimum Investment:** CDN \$10 million over the entire mix, with a minimum investment of \$1.5 million per strategy.

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## Customized Multi-Asset Class Solutions and Strategic Partnerships

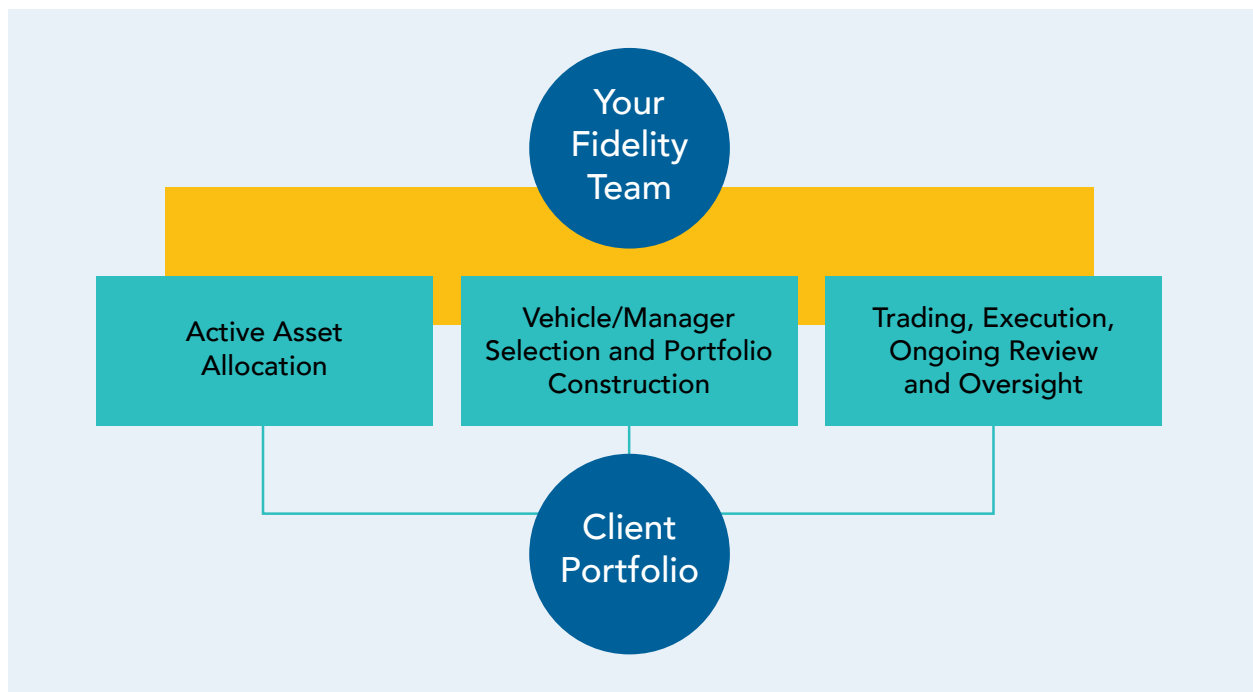
### A total portfolio management solution tailored to meet your unique needs

We partner with you to provide in-depth capital markets insights and design an asset allocation and investment strategy that is appropriate for your plan, taking into consideration investment objectives, cash-flow requirements and risk tolerances.

We will manage the portfolio based on the agreed policy benchmark and investment guidelines and seek to add value by moving tactically between asset classes, selecting the best managers in those asset classes.

### Outcome-oriented investment program

- We have the tools to customize any portfolio to meet your investment objectives.
- We will serve as your strategic partner to help you meet your plan's evolving needs over the long term.



**Minimum Investment:** Please contact us for minimum investment requirements.

**Fidelity offers expertise across a broad asset class spectrum, allowing us to optimize a combination of strategies to help meet clients' needs.**

Canadian Equity	U.S. Equity	Global Equity	International Equity
Canadian Fixed Income	Global Fixed Income	Core Plus Fixed Income	Emerging Markets Debt
Low-Volatility Equity	Small Cap Equity	Emerging Markets Equity	Specialized Strategies
Currency Hedging	Global Real Estate	High Yield	Passive

**To learn more about Fidelity's Multi-Asset Class solutions, contact your Fidelity representative or visit [institutional.fidelity.ca](https://institutional.fidelity.ca)**

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