

PORTFOLIO MANAGER



Stephen Groff
Principal &
Portfolio Manager

Stephen Groff, Principal and Portfolio Manager, is Lead Portfolio Manager of the Cambridge dividend suite of funds, including Cambridge Canadian Dividend Fund, Cambridge U.S. Dividend Fund and Cambridge Global Dividend Fund. Mr. Groff has over 10 years of investment management experience and was award co-winner of the Morningstar Breakout Fund Manager of the Year in 2015 and a TopGun Investment Mind in the Brendan Wood International Canadian investment rankings for 2015, 2016, and 2017. Prior to joining CI Investments in 2011, he was a research analyst at Fidelity Investments, where he managed a portion of Fidelity Canadian Disciplined Equity Fund.

He holds a bachelor of business administration from Wilfrid Laurier University, and the Chartered Financial Analyst designation.

PERFORMANCE

Performance	3 Month	1 Year	3 Year	5 Year	10 Year	Since inception
Cambridge Global Dividend Fund Class F	-0.3%	5.2%	7.7%	N/A	N/A	11.8%

Inception Date: July 31, 2013

PORTFOLIO COMMENTARY

The first quarter ushered in a renewed period of volatility for global financial markets. Investor sentiment grew cautious as the prospects for further tightening of monetary policy rose along with inflation expectations, particularly in the U.S. Growing trade tensions between the U.S. and China also caused further angst among investors. Although the economic backdrop improved and corporate earnings continued to grow during the period, the combination of elevated expectations and high valuations left little margin for error as the market narrative shifted towards inflation and global trade-related risks.

Against this backdrop, the fund returned -0.3% during the quarter. The volatility did create opportunities in the period and the fund was able to deploy cash into new or existing holdings at attractive levels. Cash positions declined to about 9% over the period. We deployed the cash broadly, establishing new positions or adding to existing holdings. On a sector basis, consumer staples, telecommunication services and materials saw the largest increase in weight, while on a country basis, the U.S. saw a notable increase.

These sector and country weights are a result of our bottom-up investment research process and where we see the best risk-reward. When evaluating the investment merits of a business, we look at a broad range of scenarios to determine the potential risk-reward of making an investment. This evaluation is part of our ongoing due diligence process and helps us prepare for potential volatility. We will be ready to act if compelling risk-adjusted return opportunities present themselves.

Equity sector weight

	Q1 2018 (%)	Q4 2017 (%)	Change (+/-)
Consumer discretionary	10.4%	10.8%	-0.4%
Consumer staples	18.4%	12.8%	5.6%
Energy	10.2%	9.2%	1.0%
Financials	3.7%	4.5%	-0.8%
Health care	5.5%	6.3%	-0.7%
Industrials	11.0%	11.1%	-0.1%
Information technology	11.5%	10.2%	1.3%
Materials	9.5%	6.2%	3.3%
Real estate	3.0%	2.7%	0.2%
Telecommunications	4.3%	0.0%	4.3%
Utilities	3.6%	2.8%	0.8%
Cash	8.9%	23.3%	-14.4%

Country weight

	Q1 2018 (%)	Q4 2017 (%)	Change (+/-)
United States	47.7%	35.0%	12.7%
United Kingdom	17.8%	16.6%	1.2%
Canada	6.6%	7.8%	-1.2%
Switzerland	3.2%	2.0%	1.2%
Australia	2.6%	2.5%	0.1%
Belgium	2.6%	1.4%	1.2%
Germany	2.1%	2.2%	-0.1%
Austria	2.1%	2.0%	0.1%
Germany	2.1%	2.2%	-0.1%
Netherlands	2.1%	1.8%	0.3%
Denmark	2.0%	3.2%	-1.2%
Japan	1.4%	1.5%	-0.1%
Cash	8.9%	23.3%	-14.4%

Top 10 holdings

	Country	Sector	Weight
Walgreens Boots Alliance Inc.	United States	Consumer staples	5.46%
Symantec Corp.	United States	Information technology	4.46%
Verizon Communications Inc.	United States	Telecommunications	4.34%
Whitbread Plc	United Kingdom	Consumer discretionary	3.47%
Black Stone Minerals LP	United States	Energy	3.45%
Store Capital Corp.	United States	Real estate	3.39%
Viper Energy Partners LP	United States	Energy	3.39%
Auto Trader Group PLC	United Kingdom	Information technology	2.93%
Exelon Corp.	United States	Utilities	2.91%
Chubb Ltd.	United States	Financials	2.75%

Contributors and detractors

Contributors	Detractors
Viper Energy Partners LP	Walgreens Boots Alliance Inc.
Fluor Corp.	Franco-Nevada Corp.
Microsoft Corp.	Verizon Communications Inc.

Unless otherwise noted, all information is provided as at March 31, 2018.

This commentary is published by CI Investments Inc. It is provided as a general source of information and should not be considered personal investment advice or an offer or solicitation to buy or sell securities. Every effort has been made to ensure that the material contained in this commentary is accurate at the time of publication. However, CI Investments Inc. cannot guarantee its accuracy or completeness and accepts no responsibility for any loss arising from any use of or reliance on the information contained herein. This commentary may contain forward-looking statements about the fund, its future performance, strategies or prospects, and possible future fund action. These statements reflect the portfolio managers' current beliefs and are based on information currently available to them. Forward-looking statements are not guarantees of future performance. We caution you not to place undue reliance on these statements as a number of factors could cause actual events or results to differ materially from those expressed in any forward-looking statement, including economic, political and market changes and other developments. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Unless otherwise indicated and except for returns for periods less than one year, the indicated rates of return are the historical annual compounded total returns including changes in security value. All performance data assume reinvestment of all distributions or dividends and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. ©CI Investments, the CI Investments design and logo and Cambridge are registered trademarks of CI Investments Inc. Cambridge Global Asset Management is a division of CI Investments Inc. Certain funds associated with Cambridge Global Asset Management are sub-advised by CI Global Investments Inc., a firm registered with the U.S. Securities and Exchange Commission and an affiliate of CI Investments Inc. Published May 2018.

The Brendan Wood TopGuns recognition is given to buy-side analysts through voting of sell-side professionals casting their ballots for the investors they personally believe to be the leaders of thought in the industry during the past year. TopGuns are those that garnered the upper decile of sell-side nominations. All TopGuns recognitions are subjective judgments and opinions, based on the experience of Brendan Wood and on information obtained by them from third parties on whose responses they have relied in good faith. There has been independent verification by Brendan Wood.

Morningstar Awards © Morningstar Inc. All Rights Reserved.



2 Queen Street East, Twentieth Floor, Toronto, Ontario M5C 3G7 | www.ci.com

Head Office / Toronto
416-364-1145
1-800-268-9374

Calgary
403-205-4396
1-800-776-9027

Montreal
514-875-0090
1-800-268-1602

Vancouver
604-681-3346
1-800-665-6994

Client Services
English: 1-800-563-5181
French: 1-800-668-3528