



REPORT

To: ONE Joint Investment Board
From: Keith Taylor, Chief Investment Officer, ONE Investment
Date: September 6, 2023
Re: Investment Manager Presentation – Mawer’s Global Equity Strategy
Report: ONE JIB 2023-042

1. RECOMMENDATIONS

It is recommended that the Board:

1. Receive the report.

2. SUMMARY

Mawer Investment Management Ltd. (Mawer or Manager) is the external investment manager of the ONE Global Equity Fund. The Manager will provide a presentation to ONE JIB giving an overview of its strategy, process, and philosophy and provide an update on recent activity in the fund.

3. BACKGROUND

Mawer has been managing the Global Equity Fund since the Prudent Investment Program’s inception on July 2, 2020

The ONE Global Equity Fund holds units of the Mawer Global Equity Fund Series “O”. The Mawer fund invests in both emerging and developed market equities and in both large and small capitalization companies. The Mawer fund uses the MSCI ACWI index as its performance benchmark, which is an unhedged index that shows net Canadian dollar returns. The fund has been a holding in client allocations since the program’s inception and has produced strong investment returns of approximately 8.7% annualized from inception (02/07/2020) through June 30, 2023.

4. ANALYSIS

Mawer uses a ‘bottom-up’ investment approach that focuses on quality companies with strong prospects that trade at a discount to intrinsic value

The Mawer uses a research-driven, fundamentals-based security selection process to identify

holdings for the fund. This approach emphasizes security selection. It seeks to invest in wealth-creating companies with a sustainable competitive advantage that can be purchased below their intrinsic value. The Manager will elaborate on its process and approach in the presentation.

The manager has a long-term investment approach

The manager's investment style is very conservative, and it tends to have low portfolio turnover and long holding periods. The manager's approach ignores investment fads and instead focuses on taking a long-term view of investing. This means fund performance reflects the manager's conviction, which may not always follow the pattern of returns of the benchmark over shorter periods of time.

5. CONCLUSION

The manager will provide a presentation to ONE JIB to describe the fund's strategy, its process philosophy and approach, and summarize recent activity in the fund. Mawer's staff will be available to address questions during and after their presentation.

Drafted by: Keith Taylor, Chief Investment Officer

Approved by: Judy Dezell and Donna Herridge - Co-presidents/CEOs, ONE Investment