

Desjardins

American Equity Value Fund



QUARTERLY COMMENTARY AS OF JUNE 30, 2021

WELLINGTON
MANAGEMENT®

PORTFOLIO MANAGER:
Wellington Management Company

INCEPTION DATE:
January 12, 2004

CIFSC CATEGORY*:
U.S. Equity

Contributors to performance

- Sector allocation contributed to relative performance due to an overweight allocation in financials and an underweight allocation to information technology.
- Strong security selection in consumer staples and consumer discretionary also contributed to relative performance.
- Our overweights to both Target (consumer discretionary) and American Express (financials) were the top contributors to relative performance.

Detractors from performance

- Weak security selection in information technology, energy, and financials detracted from relative performance.
- Our out of benchmark position in Koninklijke Philips (health care) and overweight to Cognizant (information technology) were the top detractors from relative performance.

Major changes to portfolio in the period

- During the quarter, we increased our position in healthcare, maintaining our underweight allocation. We also reduced our exposure to energy and financials, maintaining our overweight allocation.
- During the period, we initiated a position in Cognizant, a multinational digital solutions company.
- We eliminated our position in Exxon, an oil and gas company.

*CIFSC refers to Canadian Investment Funds Standards Committee. The CIFSC has the mandate to standardize the classification of mutual funds in Canada. <http://www.cifsc.org/>.

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