



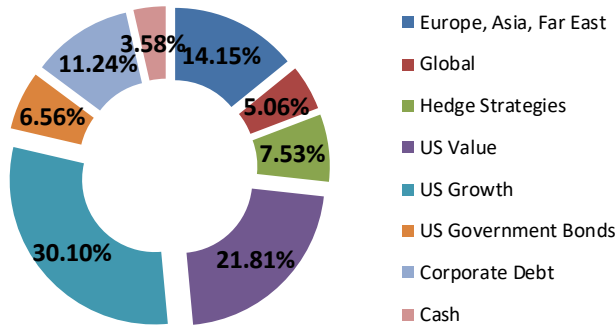
June Net Asset Value:	\$1.6419
Assets:	\$5.30M
Inception:	Mar-08

Performance:

	Fund	Benchmark*
1 Month	1.67%	2.13%
3 Month	8.57%	10.13%
1 Yr	4.32%	4.76%
3 Yr Ave Ann	4.32%	4.26%

* Blended Index: 50% MSCI All-Country World Index (MXWD) and 50% Bloomberg Barclays Emerging Markets USD Sovereign Bond Index (BSSUTRUU)

Allocation:



Top 5 Asset Classes:

GROWTH STOCKS—US	30.1%
VALUE STOCKS—US	21.8%
STOCKS - EUROPE, ASIA, FAR EAST	14.2%
CORPORATE DEBT—US	11.2%
ALTERNATIVE INVESTMENTS	7.5%

The USD International Fund is a balanced pension-only pool of assets that invests in the pension-specific shares of other funds. Performance may differ from other shares offered in the fund as a result of different fee structures. The asset allocation shown is subject to change without notice and at the discretion of the investment manager, subject to any restrictions outlined in the fund's offering documents. Past performance doesn't guarantee future success.

Equity Markets Rebound

It is often said that equity markets offer the highest expected returns, but investors can expect some volatility. Well, the first half of 2020 took this to the extreme.

The tables below show that after falling in excess of 20% in Q1, markets rebounded sharply in Q2.

Equity markets are one of the primary leading economic indicators. The bottom table shows that most economists are expecting v-shaped recovery in the second half of 2020.

Subsequent to the end of Q2, the market rebound continued, but the analysts at Morgan Stanley feel the markets have priced in the v-shaped recovery.

The key factor will be the progress made controlling the Covid-19 outbreak globally, but especially in the US.

Global Equity Market Returns				
Stock Exchange	2018	2019	1Q20	2Q20
USA (SPX)	-6.2%	28.9%	-20.0%	20.0%
Germany (DAX)	-18.3%	25.5%	-25.0%	23.9%
Japan (NKY)	-12.1%	18.2%	-20.0%	17.8%
Canada (SPTSX)	-11.6%	19.1%	-21.6%	16.0%

Economic Forecasts in July ¹					
Real GDP (QoQ%)	Q4 19	Q1 20	Q2 20	Q3 20	Q4 20
US	2.1	-5.0	-33.0	18.4	6.5
China	1.3	-10.0	11.5	4.0	2.5
Japan	-7.2	-2.2	-22.6	9.6	5.0
Germany	-0.1	-2.2	-9.2	5.2	2.4
France	-0.1	-5.3	-15.0	11.1	2.9
UK	0.0	-2.2	-18.9	11.9	4.0
Italy	-0.2	-5.3	-13.8	10.0	2.7
Canada	0.6	-8.2	-40.0	30.0	10.0

1. Bloomberg contributor composite forecasts <ECFC>; as at July 20, 2020

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