

## Patience, discipline & time rewards investors

A review of the last six major market corrections

TULETT, MATTHEWS  
& ASSOCIATES

PORTFOLIO MANAGEMENT  
FINANCIAL PLANNING  
TAX SERVICES

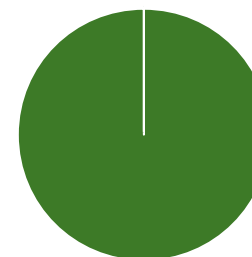
### CAPITAL PRESERVATION PORTFOLIO

INITIAL PORTFOLIO VALUE ("IPV")

\$1,000,000

#### ASSET ALLOCATION

Fixed Income	100%	\$1,000,000
CAD Equity	0%	\$0
US Equity	0%	\$0
International Equity	0%	\$0
	100%	\$1,000,000



### ASSET CLASSES AND PORTFOLIO PERFORMANCE IN BEAR MARKET PERIODS

	Oil crisis Nov 1 '73 - Sep 30 '74	Black Monday Sep 1 '87 - Nov 30 '87	Savings & Loan crisis Jan 1 '90 - Sep 30 '90	Russian financial crisis Aug 1 '98 - Aug 31 '98	Dot-com bust & 9/11 Sep 1 '00 - Mar 31 '03	Housing & credit crisis Jun 1 '07 - Feb 28 '09
Canadian One-Month T-Bills	6.88%	2.03%	10.18%	0.36%	9.48%	5.25%
FTSE TMX Canada Long-Term Bond Index	-9.83%	3.16%	-4.35%	-2.37%	19.21%	5.19%
S&P/TSX Composite Index	-34.96%	-24.87%	-18.23%	-20.11%	-41.09%	-39.15%
S&P 500 Index	-39.77%	-30.07%	-11.37%	-11.25%	-42.10%	-40.53%
MSCI EAFE Index (net div.)	-39.50%	-15.18%	-30.97%	-9.11%	-44.03%	-45.22%
<b>CAPITAL PRESERVATION</b>	<b>1.62%</b>	<b>2.45%</b>	<b>5.71%</b>	<b>-0.46%</b>	<b>12.42%</b>	<b>5.34%</b>

### APPROXIMATE PERIODS LENGTH

Number of months from IPV to bottom	11	3	9	1	31	21
Number of months from bottom to IPV	9	11	4	2	21	22
Number of months from IPV to bottom to IPV	20	14	13	3	52	43

### CAPITAL PRESERVATION PORTFOLIO VALUATIONS

Portfolio value at market bottom	\$1,016,217	\$1,024,520	\$1,057,140	\$995,398	\$1,124,249	\$1,053,443
Loss during bear market	<b>\$16,217</b>	<b>\$24,520</b>	<b>\$57,140</b>	<b>(\$4,602)</b>	<b>\$124,249</b>	<b>\$53,443</b>
Portfolio value in 5 years from IPV	\$1,458,290	\$1,742,970	\$1,523,090	\$1,263,160	\$1,289,310	\$1,204,280
Gain	<b>\$458,290</b>	<b>\$742,970</b>	<b>\$523,090</b>	<b>\$263,160</b>	<b>\$289,310</b>	<b>\$204,280</b>
Portfolio value in 10 years from IPV*	\$2,672,550	\$2,478,560	\$2,146,690	\$1,575,710	\$1,528,900	\$1,287,680
Gain	<b>\$1,672,550</b>	<b>\$1,478,560</b>	<b>\$1,146,690</b>	<b>\$575,710</b>	<b>\$528,900</b>	<b>\$287,680</b>

\* Regarding the Housing & credit crisis, the portfolio value is based on a period from IPV to the 30th of April 2015 (7 years and 11 months).

**Notes:** The Capital Preservation Portfolio model is composed of 100% fixed-income securities. Fixed-income securities are represented by the Canadian One-Month T-Bills and the FTSE TMX Canada Long-Term Bond Indexes. This is for illustrative purposes only. It is not intended to project future rates of return.

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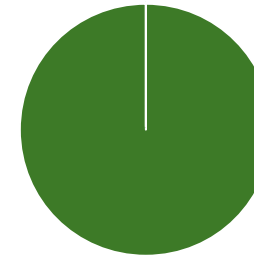
## CAPITAL PRESERVATION PORTFOLIO

INITIAL PORTFOLIO VALUE ("IPV")

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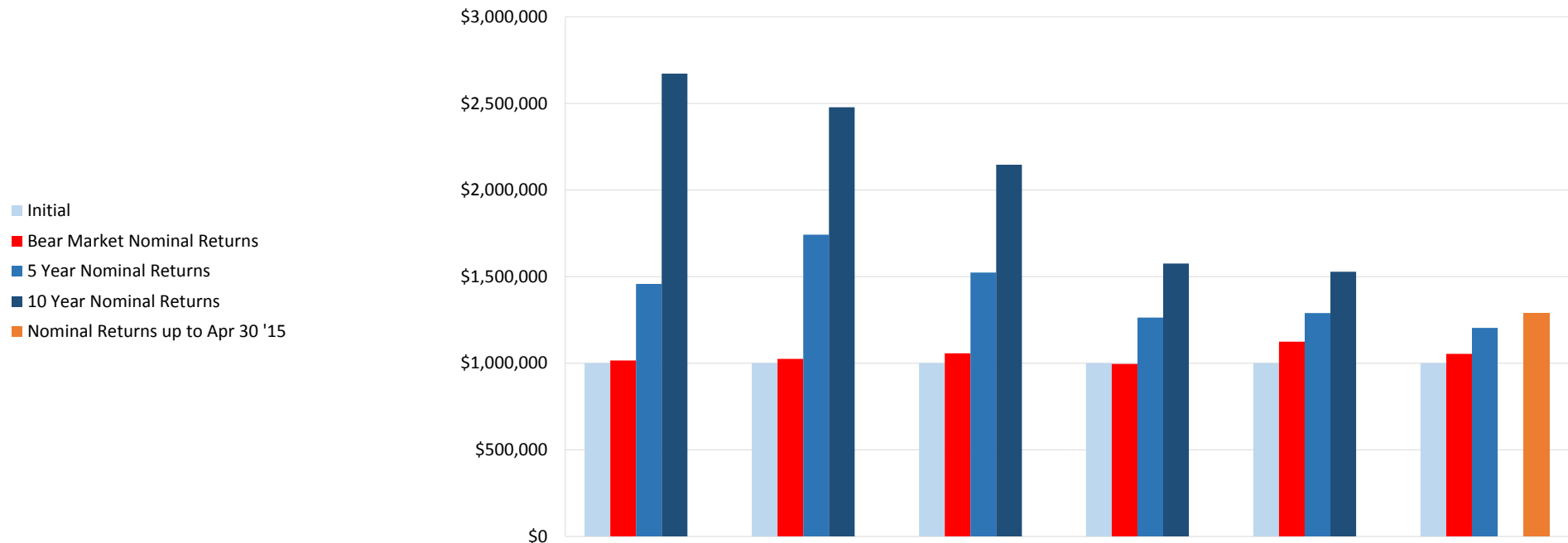
### ASSET ALLOCATION

Fixed Income	100%	\$1,000,000
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International Equity	0%	\$0
	100%	\$1,000,000



## CAPITAL PRESERVATION PORTFOLIO VALUATIONS

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