

Multi-Asset Market Monitor

May 2017 Commentary

Equities	Alternatives	Fixed Income
International Equity markets (2.41% ¹) continue to outperform their North American counterparts due to greater economic improvement and earnings growth. Meanwhile the S&P/TSX continues to lag in Q2. Although the Canadian economy remains sound, investor appetite for Energy and Bank stocks has waned.	Direct Private Assets can witness return enhancement around the time of appraisals, which was this month for the infrastructure portfolio. Direct Real Estate and Private Mortgages indicate that broader private markets continued their stable return profile.	Bonds rallied during the month due to sluggish US data and mounting concern over Trump's administration's ability to execute pro-growth policies. Meanwhile Corporate bonds saw their strong performance reverse with spreads widening over the month.

2012	2013	2014	2015	2016	YTD	1-month	Benchmarks
EM Eq 15.6	Glo. Eq 35.2	Long Bonds 17.5	Glo. Eq 18.9	Infrastructure 28.6	EM Eq 18.1	Infrastructure 1.9	S&P/TSX
Real Estate 14.0	Cdn. Eq 13.0	Glo. Eq 14.4	Infrastructure 11.5	Cdn. Eq 21.1	Glo. Eq 11.0	Long Bonds 1.8	MSCI World (Net)
Glo. Eq 13.3	Infrastructure 12.8	Infrastructure 10.6	Real Estate 7.8	EM Eq 7.3	Long Bonds 6.8	EM Eq 1.7	MSCI Emerging Markets (Net)
Infrastructure 8.7	Real Estate 10.6	Cdn. Eq 10.6	Mortgages 4.0	Real Estate 5.9	Bonds 3.6	Glo. Eq 0.9	Infrastructure ²
Cdn. Eq 7.2	EM Eq 3.9	Bonds 8.8	Long Bonds 3.8	Glo. Eq 3.8	Real Estate 2.8	Bonds 0.9	IPD All Property ³
Long Bonds 5.2	Mortgages 1.3	Real Estate 7.0	Bonds 3.5	Long Bonds 2.5	Mortgages 2.4	Real Estate 0.6	Custom Mortgage Benchmark ⁴
Bonds 3.6	Cash 1.0	EM Eq 6.6	EM Eq 2.0	Mortgages 1.8	Infrastructure 2.3	Mortgages 0.5	FTSE TMX Cda 91 day T-bill
Mortgages 3.6	Bonds -1.2	Mortgages 6.0	Cash 0.6	Bonds 1.7	Cdn. Eq 1.5	Cash 0.1	FTSE TMX Cda Universe
Cash 1.0	Long Bonds -6.2	Cash 0.9	Cdn. Eq -8.3	Cash 0.5	Cash 0.2	Cdn. Eq -1.3	FTSE TMX Cda LT Overall

Returns in C\$, excluding Infrastructure (\$USD). Gross of investment management fees. May be subject to rounding.

¹ MSCI EAFE, net of foreign dividend withholding taxes

² Infrastructure returns are the Preqin Infrastructure Quarterly Index up to its most recent publication, Q3 2016 and are Greystone Infrastructure Fund (Canada) LP thereafter.

³ Real estate returns are the IPD All Property Index up to its most recent publication, Q1 2017 and are the Greystone Real Estate Fund Inc. thereafter.

⁴ Custom Mortgage Benchmark: FTSE TMX Cda Short Term Overall 60%, FTSE TMX Cda Mid Term Overall 40% + 0.5% per annum.

Past performance is not necessarily a guide to future results.

Source: FactSet, Preqin, Greystone. As at May 31, 2017.

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- Corporate, High Yield
- Bond Plus
- Liability-driven Investing

EQUITIES

- Income & Growth
- Canadian, U.S., Global, International, China
- Canadian Small Cap

REAL ASSETS

- Real Estate
- Infrastructure

PRIVATE DEBT

- Mortgages

MULTI-ASSET

- Target Date Funds
- Balanced
- Alternative Balanced
- Alternative Suite



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