

Nasdaq Inovestor Canada Index searches for stocks with high levels of **economic profit**. The Index is comprised of an equal-weighted portfolio of 25 large-capitalization, Canadian-listed companies, designed to provide exposure to **high-quality firms that trade at a reasonable price** with the best rankings in Inovestor’s stock selection model.

## Selection Criteria – StockPointer (SP) Scores for the 25 Best Canadian Stocks

- SP Score – 50% Performance Metrics and 50% Risk Metrics
- 25 Companies with the highest SP scores included in the portfolio
- Stocks are rebalanced quarterly

## Selection Criteria

Performance Factors	Risk Factors
Performance Index	Price / Intrinsic Value
Free Cash Flow / Capital	Price / Average Intrinsic Value
Growth of Economic Profit	Future Growth Value
Business Stability	Business Stability
Long-Term Dividend Growth	Financial Leverage
Long-Term EPS Growth	Revenues

## Key Characteristics

Since Inception	NQICA	S&P/TSX TR
Annualized Return (%)	10.1	6.5
Standard Deviation (%)	14.2	13.8
Max Drawdown (%)	-51.3	-48.5
Sharpe Ratio	0.69	0.46
Sortino Ratio	0.8	0.6
Index Correlation	0.88	1.0
R-Squared	0.77	1.0
Beta	0.90	1.0
Alpha (%) (Annualized)	3.6	0.0

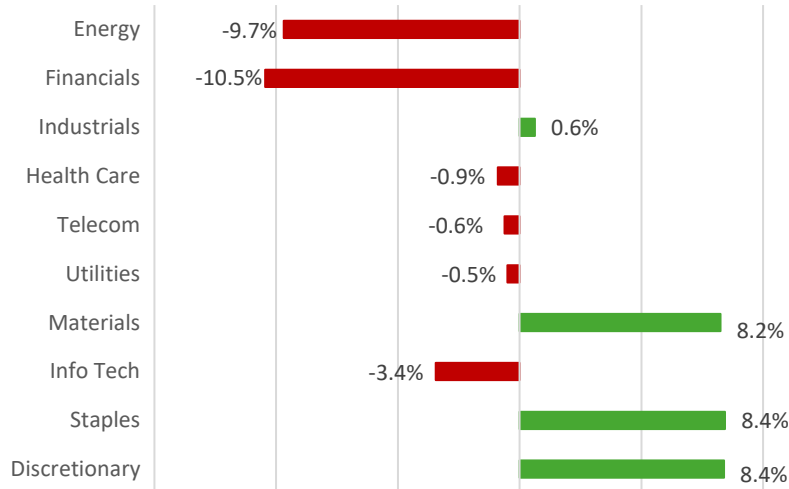
## Performance Since Inception As of 31/10/2021



## Top 10 Holdings

Security Name. As of 31/10/2021	Weight
TFI International	4.36%
Canadian National Railways	4.34%
Stella-Jones	4.28%
goeasy Ltd.	4.25%
Toronto-Dominion	4.14%
Constellation Software	4.14%
National Bank of Canada	4.08%
Telus Corporation	4.08%
Metro	4.03%
Royal Bank of Canada	4.03%

## Sector deviation (vs. S&P/TSX) As of 31/10/2021



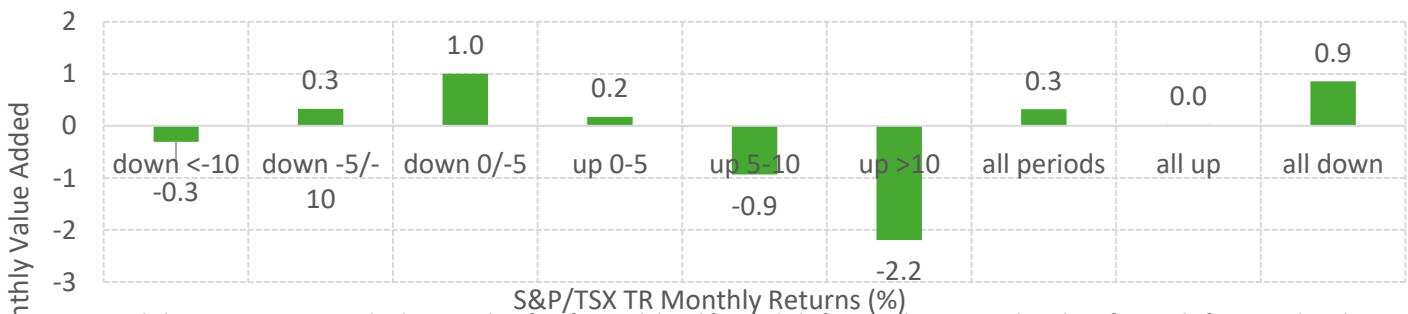
## Annualized Returns

As of 31/10/2021	YTD	1M	3M	6M	1Y	3Y	5Y	10Y	SI
NQICAT	19.0	1.1	0.5	6.3	29.4	12.9	10.0	13.4	10.1
S&P/TSX TR	23.4	5.0	4.4	11.5	38.8	15.4	10.6	8.8	6.5
Difference	-4.3	-3.9	-3.8	-5.2	-9.4	-2.5	-0.6	4.6	3.6

## Calendar Returns

As of 31/10/2021	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
NQICAT	40.6	26.4	4.2	14.4	32.3	25.4	1.2	11.9	14.2	-9.8	24.1	2.0
S&P/TSX TR	35.1	17.6	-8.7	7.2	13.0	10.6	-8.3	21.1	9.1	-8.9	22.9	5.6
Difference	5.5	8.8	12.9	7.2	19.3	14.8	9.5	-9.1	5.1	-0.9	1.3	-3.6

## Value Added As of 30/09/2021



Founded in 1999, **Inovestor** is a leading provider of professional digital financial platforms and services such as the software platforms StockGuide and StockPointer. Leading Canadian investment advisors, banks, insurance companies and exchanges have been relying on Inovestor's fundamental data and analytics to make optimal investment decisions. Inovestor has offices in Montreal and Toronto in Canada and Greenwich in the U.S.