# CI MARRET ALTERNATIVE ENHANCED YIELD STRATEGY





#### **QUICK FACTS**

Fund codes (CIG)	A: 2195   AH*: 2196   F: 4195   FH*: 4196
ETF tickers	TSX: CMEY (CAD hedged), CMEY.U (USD hedged)
Management fee (Series F & ETF)	0.80%
Performance fee	10% of gains that exceed high-water-mark plus hurdle rate
Hurdle rate	Yield on FTSE Canada Short Term Government Bond Index plus 1.0%
Distribution frequency	Monthly
Inception date	May 2020

<sup>\*</sup>USD hedged classes

#### THE OBJECTIVE

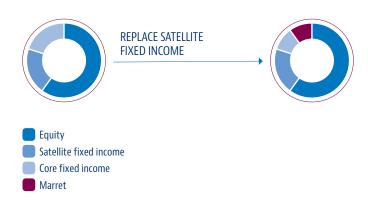
The fund seeks to provide income with low volatility over a market cycle regardless of market conditions or general market direction, while targeting low correlation to equity and traditional income.

#### THE STRATEGY

- Primarily composed of short-dated investmentgrade and high-yield credit with the ability to hold government bonds and cash during vulnerable periods of the economic cycle
- Aims to have lower volatility and correlation to equities than traditional fixed income
- Utilizes active interest rate and credit hedges
- Leverage will be tactically deployed when the risk-reward opportunity in credit is high and borrowing costs are low
- Duration will remain under four years
- Highlights Marret's experience in running alternative fixed-income strategies across the credit spectrum

#### THE FIT

- Replace existing satellite fixed income
- Add yield to the portfolio while maintaining a strong focus on risk management and downside protection



### The Firm



Marret Asset Management Inc. is a Toronto-based alternative asset manager specializing in global and Canadian income investing. Marret is backed by a highly experienced team of portfolio managers and research analysts. Marret has established particular expertise in investing in investment-grade and high-yield corporate debt, and alternative strategies on behalf of institutional, high net worth and retail clients. The team aims to add value through market inefficiencies, including short-term trading opportunities and new issues. Using a blend of top-down analysis, bottom-up research and a robust risk management strategy, Marret aims to produce consistent risk-adjusted returns in each phase of the credit cycle.



Adam Tuer Co-Chief Investment Officer, Head of Research, Marret Asset Management



Adrian Prenc
Co-Chief Investment Officer,
Chief Risk Officer,
Marret Asset Management

## For more information, speak to your financial advisor or visit: ci.com/liquidalts



#### **GLOSSARY OF TERMS**

**Correlation:** A statistical measure of how two securities move in relation to one another. Positive correlation indicates similar movements, up or down, while negative correlation indicates opposite movements (when one rises, the other falls).

**Duration:** A measure of the sensitivity of the price of a fixed income investment to a change in interest rates. Duration is expressed as number of years. The price of a bond with a longer duration would be expected to rise (fall) more than the price of a bond with lower duration when interest rates fall (rise).

**Leverage:** An investment strategy of using borrowed money - specifically, the use of various financial instruments or borrowed capital - to increase the potential return of an investment. **Volatility:** Measures how much the price of a security, derivative, or index fluctuates. The most commonly used measure of volatility when it comes to investment funds is standard deviation.

#### IMPORTANT DISCLAIMERS

Commissions, trailing commissions, management fees and expenses all may be associated with an investment in mutual funds and exchange-traded funds (ETFs). Please read the prospectus before investing. Important information about mutual funds and ETFs is contained in their respective prospectus. Mutual funds and ETFs are not guaranteed; their values change frequently and past performance may not be repeated. You will usually pay brokerage fees to your dealer if you purchase or sell units of an ETF on recognized Canadian exchanges. If the units are purchased or sold on these Canadian exchanges, investors may pay more than the current net asset value when buying units of the ETF and may receive less than the current net asset value when selling them. CI Liquid Alternative investment funds have the ability to invest in asset classes or use investment strategies that are not permitted for conventional mutual funds. The specific strategies that differentiate these investment funds from conventional fund structure include: increased use of derivatives for hedging and non-hedging purposes; increased ability to sell securities short; and the ability to borrow cash to use for investment purposes. While these strategies will be used in accordance with the investment funds' investment objectives and strategies, during certain market conditions they may accelerate the pace at which your investment decreases in value. This document is provided as a general source of information and should not be considered personal, legal, accounting, tax or investment advice, or construed as an endorsement or recommendation of any entity or security discussed. Every effort has been made to ensure that the material contained in this document. All charts and illustrations in this document are for illustrative purposes only. They are not intended to predict or project investment results. Individuals should seek the advice of professionals, as appropriate, regarding any particular investment. Investors should consult their professional advisors