



**University of Western Ontario**

**International Growth**

**Quarterly Investment Review**

**Period Ending 09/30/2011**

## Table of Contents

◆ Discipline Overview	3
◆ Investment Results	4
◆ Market Overview	5
◆ Asset Allocation Overview	7
◆ Portfolio Summary - International Growth	8
◆ Portfolio Summary - Europe	11
◆ Portfolio Summary - Japan	15
◆ Portfolio Summary - Pacific Ex-Japan	19

# Discipline Overview

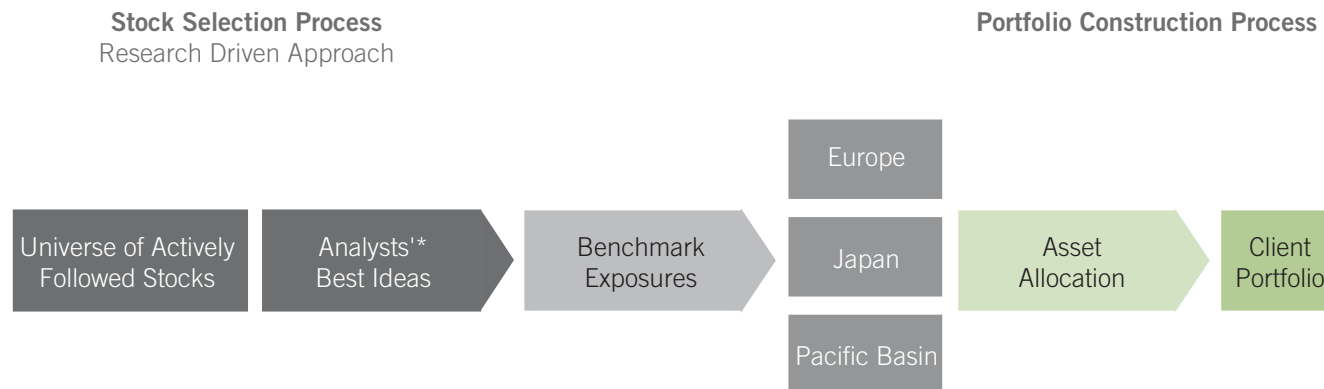
## OBJECTIVE

To seek to provide long-term capital growth via a diversified portfolio of large-, medium-, and small-cap companies in Europe, Japan, and the Pacific Basin. The International Growth strategy seeks to provide excess returns relative to the MSCI EAFE Index over a full market cycle.

## INVESTMENT APPROACH

The investment approach is growth oriented, concentrating on companies with above average earnings growth combined with attractive relative valuations. Companies that possess fundamental strength in technology or business strategy that provide a competitive advantage are emphasized. As many of the world's leading companies are global competitors, Fidelity's worldwide research team is able to provide valuable insight into many aspects of a company's competitive position.

## HOW DOES PYRAMIS' INVESTMENT PROCESS ADD VALUE FOR YOUR ORGANIZATION?



- Investment approach is growth oriented concentrating on companies with above-average earnings growth and attractive valuations
- Regional portfolio managers utilize active stock-picking approach
- Fidelity Global Asset Allocation Group (AAG) determines weightings based on proprietary research within +/- 5% of the benchmark

# Investment Results

**Account Name:** UWO - Pyramis International Growth Plus Account  
**Asset Class:** Active International Equity  
**Discipline Name:** International Growth  
**Inception Date:** 08/03/2005

**Base Currency:** Canadian Dollar  
**Current Qtr Assets:** 69,863,379.58  
**Primary Benchmark:** MSCI EAFE (N)

Active Fund/Index	Cumulative Return (%)			Annual Return (%)		
	3 Months	YTD	1 Year	3 Years	5 Years	Since Inception 08/03/05
UWO - Pyramis International Growth Plus Account	-13.23	-11.43	-7.27	-1.01	-3.11	-0.27
MSCI EAFE (N)	-12.55	-10.83	-7.92	-1.79	-4.77	-1.68
Relative Return	-0.68	-0.60	0.65	0.78	1.66	1.41
UWO - Pyramis International Growth Europe	-16.69	-12.67	-10.01	-1.89	-2.83	-0.44
MSCI Eur/MSCI Eur & ME(N)	-16.47	-11.70	-10.62	-3.55	-5.51	-2.40
Relative Return	-0.22	-0.97	0.61	1.66	2.68	1.96
UWO - Pyramis International Growth Japan	1.89	-1.82	7.59	-0.59	-6.95	-2.35
MSCI Japan (N)	1.02	-6.55	1.49	-0.85	-6.18	-2.09
Relative Return	0.87	4.73	6.10	0.26	-0.77	-0.26
UWO - Pyramis International Growth Pac Basin	-15.16	-16.15	-11.84	5.36	4.24	6.09
MSCI Pac Basin ex Jpn (N)	-13.35	-13.72	-9.50	6.89	3.23	3.84
Relative Return	-1.81	-2.43	-2.34	-1.53	1.01	2.25
UWO - Pyramis Emerging Markets Equity Trust	NA	NA	NA	NA	NA	-18.99*
MSCI Emerging Markets (G)	NA	NA	NA	NA	NA	-14.70*
Relative Return	NA	NA	NA	NA	NA	-4.29

Results are unaudited, time-weighted, and gross of fees unless noted.

\* Cumulative Since Inception

Source: Fidelity Investments

# Market Overview

## Europe

European equity markets fell by 18% in local terms during the quarter. Volatility spiked as a result of several factors, including a weakening of economic data, a downgrade of U.S. debt by Standard and Poor's, and the seemingly interminable European sovereign debt crisis. Investors sought clarity on the effectiveness of potential remedial efforts by European governments, but the wait continued. The Euro declined by roughly 7% against the U.S. dollar, adding to the losses of European equities in dollar terms.

Greece remained at center stage in the debt crisis and was the worst country performer, down 43%. France (down 25%), and Italy (down 26%) were key underperformers. Germany, which had been a consistent outperformer for most of the year, finally succumbed to the negative market sentiment and declined by 25%. The U.K. and Switzerland were the best relative performers, declining by 14% and 11% respectively.

On a sector basis, the worst performers were the cyclically-sensitive Materials (down 29%) and Industrials (down 24%) sectors, as well as the debt crisis-sensitive Financials (down 27%) sector. Among the drivers of the decline in the Materials sector was French steel producer ArcelorMittal, which fell by 50% during the quarter on fears of continued global economic slowdown. Within the Industrials sector, one of the poorest performers was French steel tube producer Vallourec. Vallourec is a supplier to the energy, auto, and mechanical engineering industries. The stock fell by 48% during the quarter after an earnings miss and weaker

guidance. The Financial sector was led lower by French commercial bank Societe Generale, which declined by 51%. SocGen lowered its profits guidance in August and was taken to task for relatively weaker balance sheet positions than some of its competitors. The score-sheet for the Financial sector shows many others that are being painted with the same brush, including France's Credit Agricole (down 50%), Italy's Unicredit (down 45%), France's BNP Paribas (down 44%), and 4 Greek banks down by more than 40%. We could list many more.

## Japan

Despite losing 12% in local currency terms during the quarter, Japanese equities on a country basis were among the world's better performers. Japan did not escape the downdraft entirely but benefited in part from perceptions of a healthier Financial sector with relatively little exposure to European sovereign debt. While the world's Financial stocks declined by 21% during the quarter, Japanese Financials fell by only 10%.

The decline during the quarter was led by the cyclically-sensitive Energy (down 18%) and, Information Technology (down 16%) sectors. Defensively-oriented Consumer Staples (up 4%) and Health Care (down 1%) were the strongest performers during the quarter.

Within the Energy sector, oil companies Japan Petroleum Exploration and Showa Shell Sekiyu were hurt by a roughly 15% decline in the price of oil. The two firms were among

## Market Overview

the top decliners during the quarter, each down more than 20%. Within the Information Technology sector, the hardest-hit was the Semiconductors and Semiconductor Equipment industry, which fell by 26%. Top decliners in the group were DRAM testing firm Advantest (down 42%) and DRAM manufacturer Elpida Memory (down 47%). Both firms struggled in the face of slowing macroeconomic data. On the positive side, the Consumer Staples sector was a clear bright spot. Japan Tobacco (up 17%) was the top gainer as multiple developments were viewed positively, including a Japanese excise duty increase, strong international business, and an announcement of Japanese government divestment of its 50% ownership stake. Also strong during the quarter was Toyo Suisan Kaisha (up 12%). The food exporter, buyer, and distributor benefited from a positive pricing environment in the U.S. within its ramen noodle business.

### Pacific Basin

The Pacific Basin excluding Japan region lost roughly 15% in local currency terms during the quarter. New Zealand (up 1%) was the only positive country performer during the quarter. Australia and Singapore recorded losses of 13% and 15%, respectively. Hong Kong was the worst performer, losing 21%. Commodity prices as measured by the Reuters CRB Index fell by 12% during the quarter, contributing to the headwind in Australia.

Across the region, six sectors declined by more than 15% during the quarter. The bottom performers during the quarter were Materials and Industrials, both of which declined by more than 19%. For the second consecutive quarter,

the top sector performers were defensive sectors Telecommunications Services (up 3%), Utilities (up 1%), and Consumer Staples (down 4%).

Within the Materials sector, stocks were generally hurt by declining commodity prices. Among the top decliners was Australian mineral and rare earths developer Lynas Corp. Effective rare earth minerals prices for Lynas declined by roughly 50% during the quarter. In the Industrials sector, Singaporean shipper COSCO Corp. declined by more than 50% in large part due to net profit results that were substantially below expectations.

Within the outperforming Telecommunication Services sector, the top performer was Telecom Corp. of New Zealand (up 8%). The company reported positive results for its fiscal year 2011 and will engage in a significant fiber network build-out in New Zealand. In the Utilities sector, the top gainer was Hong Kong's Cheung Kong Infrastructure Holdings (up 13%), after beating earnings expectations for the second quarter.

# Asset Allocation Overview

## Attribution by Region

	International Growth	Europe	Japan	Pacific ex Japan	Emerging Markets
<hr/>					
Quarter					
Regional Allocation	-0.4	0.0	-0.1	0.0	-0.3
Stock Selection	-0.3	-0.1	0.2	-0.2	-0.2
YTD					
Regional Allocation	-0.4	0.0	-0.1	0.0	-0.3
Stock Selection	-0.2	-0.6	0.9	-0.3	-0.2

## Regional Allocation

	Portfolio Weight (%)	Benchmark Weight (%)	Current Quarter Difference	Prior Quarter Difference
<hr/>				
Region				
Europe & ME	59.9	63.9	-4.0	-0.6
Japan	22.3	23.1	-0.8	0.1
Pacific Ex Japan	12.8	13.0	-0.2	0.5
EME	5.0	0.0	5.0	0.0

## Portfolio Summary - International Growth

	Security	Fund Average Weight (%)	Benchmark Average Weight (%)	Relative Average Weight (%)	Fund Level Security Return (%)	Total Relative Contribution (%)
<b>Top 5 Contributors</b>	RAKUTEN INC (TOKYO)	0.76	0.08	0.68	22.74	0.20
	RIO TINTO PLC (REGD)	0.00	0.86	-0.86	0.00	0.17
	MITSUBISHI TANABE PHARMA CORP	0.61	0.04	0.57	22.29	0.17
	JAPAN TOBACCO INC	0.59	0.19	0.40	34.08	0.15
	DAIMLER AG (GERW)	0.00	0.51	-0.51	0.00	0.13
<b>Top 5 Detractors</b>	PYRAMIS EMERGING MARKETS EQ TR	3.14	0.00	3.14	-17.41	-0.58
	ING GROEP NV CVA	1.01	0.33	0.68	-36.74	-0.20
	BNP PARIBAS (FRAN)	0.92	0.50	0.42	-43.45	-0.16
	XSTRATA PLC	0.99	0.36	0.63	-36.12	-0.16
	SOCIETE GENERALE PARIS CL A	0.50	0.23	0.27	-51.31	-0.15

### MSCI/S&P Sector Attribution Data

Sector Name	Fund End Weight (%)	Benchmark End Weight (%)	Relative End Weight (%)	Stock Selection	Sector Selection	Total Relative Contribution (%)
CONSUMER DISCRETIONARY	11.11	10.18	0.93	0.10	0.21	0.31
INFORMATION TECHNOLOGY	3.55	4.96	-1.41	0.17	0.02	0.19
INDUSTRIALS	12.26	12.29	-0.03	0.32	-0.15	0.17
TELECOMMUNICATION SERVICES	4.70	6.24	-1.54	0.19	-0.10	0.08
CONSUMER STAPLES	11.70	11.41	0.29	-0.04	0.02	-0.02
UTILITIES	3.11	4.90	-1.79	0.06	-0.10	-0.04
ENERGY	8.47	8.16	0.31	-0.06	-0.00	-0.06
MATERIALS	9.43	10.04	-0.61	-0.10	-0.00	-0.10
HEALTH CARE	8.53	9.72	-1.19	-0.13	-0.11	-0.24
FINANCIALS	18.28	22.09	-3.81	-0.55	-0.05	-0.60

Sector weights are only applied to equities and convertibles and the allocation percentage may not add to 100%.



# Portfolio Summary - International Growth

## Top Absolute Holdings

Security	Portfolio Weight (%)	Benchmark Weight (%)
PYRAMIS EMERGING MARKETS EQ TR	4.98	0.00
ROYAL DUTCH SHELL PLC*	2.80	2.12
NESTLE SA (REG)	2.18	2.07
VODAFONE GROUP PLC	1.84	1.44
BP PLC	1.76	1.23
SANOFI	1.40	0.80
BRITISH AMER TOBACCO PLC (UK)	1.29	0.91
GLAXOSMITHKLINE PLC	1.27	1.16
SIEMENS AG (REGD)	1.23	0.81
BHP BILLITON LTD	1.16	1.18
ROCHE HLDGS GENUSSSCHEINE	1.15	1.23
UBS AG (REGD)	1.12	0.46
ALLIANZ SE (REGD)	1.12	0.47
BG GROUP PLC	1.09	0.71
SAP AG	1.05	0.51
HSBC HOLDINGS PLC (UK REG)	1.02	1.49
COMMONWEALTH BK OF AUSTRALIA	1.02	0.75
BASF SE	1.00	0.61
ANHEUSER BUSCH INBEV NV	0.95	0.46
ING GROEP NV CVA	0.94	0.30

## Top Relative Holdings

Security	Portfolio Weight (%)	Benchmark Weight (%)	Relative Weight (%)
PYRAMIS EMERGING MARKETS EQ TR	4.98	0.00	4.98
RAKUTEN INC (TOKYO)	0.91	0.09	0.82
ROYAL DUTCH SHELL PLC*	2.80	2.12	0.68
MITSUBISHI TANABE PHARMA CORP	0.71	0.05	0.66
UBS AG (REGD)	1.12	0.46	0.66
ALLIANZ SE (REGD)	1.12	0.47	0.65
ING GROEP NV CVA	0.94	0.30	0.64
SERCO GROUP PLC	0.67	0.04	0.63
SANOFI	1.40	0.80	0.60
INTERNATIONAL POWER PLC	0.68	0.08	0.60
WPP PLC	0.72	0.13	0.59
SAIPEM SPA	0.69	0.10	0.59
JAPAN TOBACCO INC	0.82	0.23	0.59
WOLSELEY PLC	0.66	0.08	0.58
SAFRAN (SOCIETE D APPLICAT)	0.63	0.06	0.57
XSTRATA PLC	0.85	0.29	0.56
SCHNEIDER ELECTRIC SA	0.85	0.29	0.56
LLOYDS BANKING GROUP PLC	0.80	0.24	0.56
FRESENIUS SE & CO KGAA	0.65	0.11	0.54
SAP AG	1.05	0.51	0.54

\* Indicates a consolidated position of common stock, rights, warrants and ADR holdings for the issuer.

# Portfolio Summary - International Growth

## Risk Measures (3 year)

	Portfolio	Benchmark
R-Squared	0.99	NA
Beta (Historical)	0.93	NA
Information Ratio	0.37	NA
Relative Volatility	0.93	NA
Annualized Alpha	0.59	NA
Sharpe Ratio	-0.05	0.07
Annualized Tracking Error	2.12	NA
3 Yr Annualized Standard Deviation	14.82	25.44
5 Yr Annualized Standard Deviation	14.84	22.27

## Characteristics

	Portfolio	Benchmark
Price/Earnings Trailing	11.3x	11.0x
Price/Earnings (IBES 1 Year Forecast)	9.4x	9.5x
Price/Earnings Trailing, ex negative earnings	10.8x	10.6x
Dividend Yield	3.3%	3.9%
Price/Book	1.3x	1.3x
Return on Equity 5 Year Average	16.4%	17.1%
Return on Equity 1 Year Trailing	16.8%	17.2%
1 Year EPS Growth (IBES Forecast)	24.0%	20.3%
EPS Growth 5 Year Trailing	4.8%	2.9%
Long Term EPS Growth (IBES Forecast)	10.8%	9.7%
Weighted Median Market Cap (\$Billion)	30.6	28.8
Weighted Average Market Cap (\$Billion)	47.4	46.7

Benchmark: MSCI EAFE (Net MA)

Note: Security level data sourced from Compustat & Worldscope. Fund level figures calculated by Fidelity.

Note: Data Reported in US Dollars

Source: Fidelity Investments

# Portfolio Summary - Europe

## Performance Summary

The European portfolio performed in-line with the MSCI Europe & Middle East Index during the third quarter. The Financials and Industrials sectors detracted from performance while the Information Technology and Telecommunication Services sectors contributed.

## Portfolio Details

The Financials and Industrials sectors were among the largest detractors from relative performance. Within Financials, the overweight investment in French bank Societe Generale detracted from performance. Shares of Societe Generale declined as the contagion from the European sovereign debt crisis spread into France and amid rumors of a government bailout of the bank due to liquidity problems. Within the Industrials sector, the overweight position in French steel producer Vallourec detracted from performance. Vallourec shares declined after the company announced second-quarter earnings that came in lower than analysts' estimates as rising raw material costs cut margins. Among individual holdings, the overweight in British miner Rio Tinto detracted from performance. Shares of Rio Tinto declined as the price of crude oil and metals declined on continued concern of slowing global growth.

Security selection in the Information Technology and Telecommunication Services sectors contributed positively to relative performance during the quarter. In the Information Technology sector, the overweight investment in British software company Autonomy contributed to performance. Shares of Autonomy rose after Hewlett-Packard agreed to buy

the company for \$10.3 billion. Security selection within the Telecommunication Services sector contributed to performance as this typically defensive sector outperformed the market. Among individual holdings, the underweight to French bank BNP Paribas and the overweight to Spanish clothing retailer Industria de Diseno Textil (Inditex) contributed to performance. Shares of BNP Paribas declined on continued concerns of the European sovereign debt crisis. While shares of Inditex modestly declined during the quarter, shares outperformed the market as the company announced first-half earnings that exceeded analysts' estimates as it added stores in Asia and started selling apparel online.

New positions included French bank BNP Paribas and British criminal records services provider Capita Group. BNP Paribas was added to the portfolio due to its attractive valuation, exposure in Northern Europe and its strong capital position. Capita Group was added to the portfolio due to its strong management team and its position to benefit from long-term structural growth in outsourcing.

The most notable closed positions were Swiss power-transmission gear manufacturer ABB and Spanish bank Banco Bilbao Vizcaya Argentaria. The position in ABB was closed on concerns of declining demand and as other securities became more attractive. The position in Banco Bilbao Vizcaya Argentaria was closed as other higher quality securities within the Financials sector became more attractive.

## Portfolio Summary - Europe

	Security	Fund Average Weight (%)	Benchmark Average Weight (%)	Relative Average Weight (%)	Fund Level Security Return (%)	Total Relative Contribution (%)
<b>Top 5 Contributors</b>	RIO TINTO PLC (REGD)	0.00	1.32	-1.32	0.00	0.21
	DAIMLER AG (GERW)	0.00	0.79	-0.79	0.00	0.17
	ROYAL DUTCH SHELL PLC*	4.46	3.16	1.30	-4.00	0.15
	VODAFONE GROUP PLC	2.77	2.04	0.73	5.35	0.14
	INTERNATIONAL POWER PLC	1.02	0.12	0.90	1.17	0.14
<b>Top 5 Detractors</b>	ING GROEP NV CVA	1.61	0.51	1.10	-36.74	-0.26
	NOVARTIS AG (REG)	0.22	2.03	-1.81	-0.23	-0.26
	BNP PARIBAS (FRAN)	1.47	0.76	0.71	-43.45	-0.23
	XSTRATA PLC	1.58	0.56	1.02	-36.12	-0.22
	SOCIETE GENERALE PARIS CL A	0.80	0.35	0.45	-51.31	-0.22

\* Indicates a consolidated position of common stock, rights, warrants and ADR holdings for the issuer.

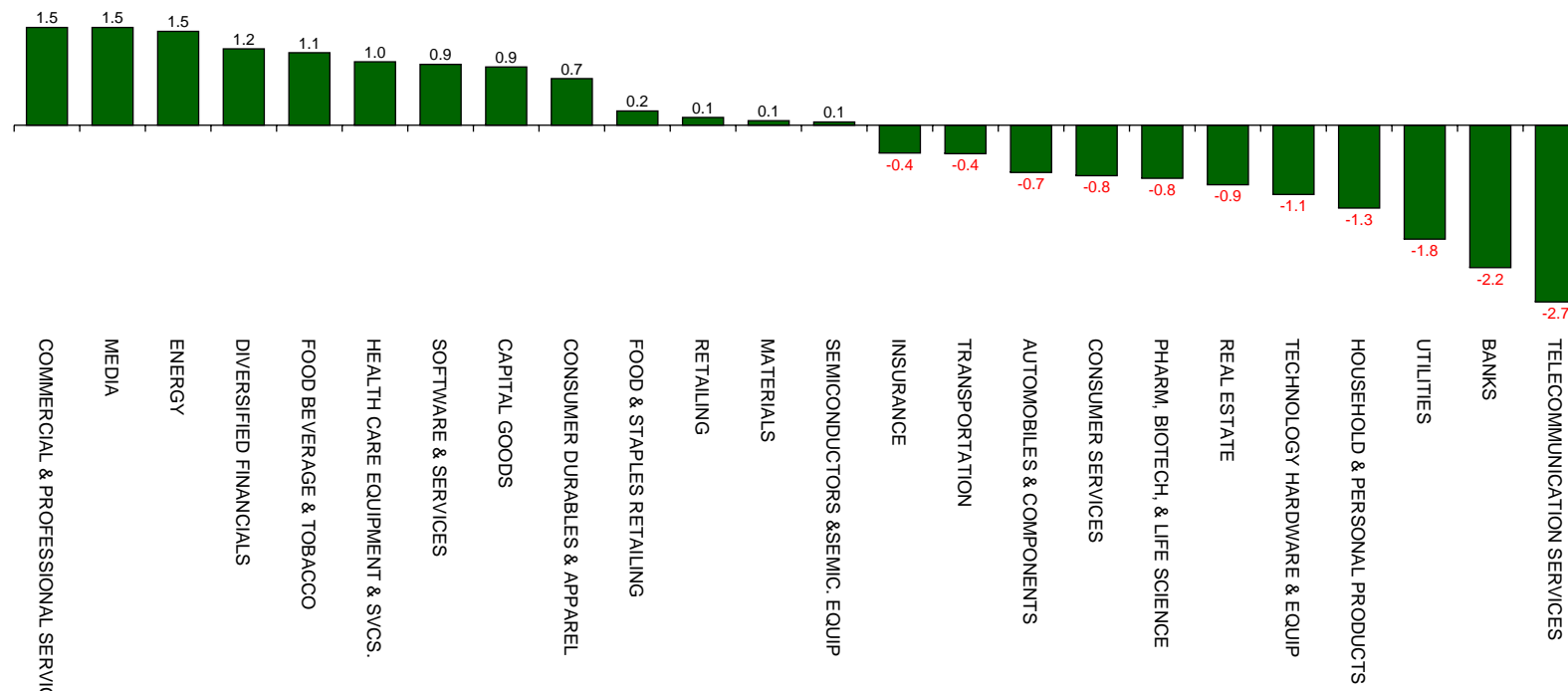
## MSCI/S&P Sector Attribution Data

Sector Name	Fund End Weight (%)	Benchmark End Weight (%)	Relative End Weight (%)	Stock Selection	Sector Selection	Total Relative Contribution (%)
INDUSTRIALS	12.21	10.24	1.97	0.42	0.03	0.45
INFORMATION TECHNOLOGY	3.07	3.15	-0.08	0.03	0.17	0.20
UTILITIES	3.61	5.37	-1.76	0.23	-0.05	0.18
CONSUMER DISCRETIONARY	8.80	7.96	0.84	-0.03	0.12	0.10
TELECOMMUNICATION SERVICES	4.73	7.46	-2.73	0.27	-0.25	0.02
ENERGY	12.75	11.31	1.44	-0.11	0.07	-0.04
MATERIALS	9.39	9.32	0.07	-0.14	-0.08	-0.22
HEALTH CARE	12.51	12.35	0.16	-0.20	-0.03	-0.22
CONSUMER STAPLES	14.02	13.97	0.05	-0.31	0.09	-0.23
FINANCIALS	16.52	18.88	-2.36	-0.65	0.05	-0.60

Sector weights are only applied to equities and convertibles and the allocation percentage may not add to 100%.

# Portfolio Summary - Europe

## Regional Industry Diversification



### Top Purchases

	Portfolio (%)	Industry
ROCHE HLDGS GENUSSSCHEINE	2.00	PHARM, BIOTECH, & LIFE SCIENCE
LONDON STOCK EXCHANGE GRP PLC	0.36	DIVERSIFIED FINANCIALS
ALLIANZ SE (REGD)	0.34	INSURANCE
BARCLAYS PLC ORD	0.29	BANKS
BAYER AG	0.23	PHARM, BIOTECH, & LIFE SCIENCE

### Top Sales

	Portfolio (%)	Industry
NOVARTIS AG (REG)	1.12	PHARM, BIOTECH, & LIFE SCIENCE
STANDARD CHARTERED PLC (UK)	0.84	BANKS
LINDE AG	0.81	MATERIALS
INTERCONTINENTAL HOTELS GP PLC	0.65	CONSUMER SERVICES
CREDIT AGRICOLE SA	0.54	BANKS

Source: Fidelity Investments

# Portfolio Summary - Europe

## Top Absolute Holdings

Security	Portfolio Weight (%)	Benchmark Weight (%)
ROYAL DUTCH SHELL PLC*	4.67	3.32
NESTLE SA (REG)	3.64	3.23
VODAFONE GROUP PLC	3.07	2.25
BP PLC	2.93	1.93
SANOFI	2.34	1.25
BRITISH AMER TOBACCO PLC (UK)	2.15	1.43
GLAXOSMITHKLINE PLC	2.12	1.81
SIEMENS AG (REGD)	2.05	1.27
ROCHE HLDGS GENUSSSCHEINE	1.92	1.92
UBS AG (REGD)	1.87	0.71
ALLIANZ SE (REGD)	1.87	0.73
BG GROUP PLC	1.82	1.11
SAP AG	1.75	0.80
HSBC HOLDINGS PLC (UK REG)	1.70	2.33
BASF SE	1.66	0.96
ANHEUSER BUSCH INBEV NV	1.59	0.72
ING GROEP NV CVA	1.57	0.46
BAYER AG	1.55	0.78
ANGLO AMER PLC (UK)	1.50	0.78
TESCO PLC	1.47	0.80

## Top Relative Holdings

Security	Portfolio Weight (%)	Benchmark Weight (%)	Relative Weight (%)
ROYAL DUTCH SHELL PLC*	4.67	3.32	1.35
UBS AG (REGD)	1.87	0.71	1.16
ALLIANZ SE (REGD)	1.87	0.73	1.14
ING GROEP NV CVA	1.57	0.46	1.11
SANOFI	2.34	1.25	1.09
SERCO GROUP PLC	1.13	0.07	1.06
INTERNATIONAL POWER PLC	1.14	0.12	1.02
BP PLC	2.93	1.93	1.00
WPP PLC	1.20	0.20	1.00
SAIPEM SPA	1.15	0.16	0.99
WOLSELEY PLC	1.11	0.12	0.99
XSTRATA PLC	1.42	0.45	0.97
SCHNEIDER ELECTRIC SA	1.42	0.45	0.97
SAFRAN (SOCIETE D APPLICAT)	1.05	0.09	0.96
LLOYDS BANKING GROUP PLC	1.34	0.38	0.96
SAP AG	1.75	0.80	0.95
FRESENIUS SE & CO KGAA	1.09	0.17	0.92
PPR SA	1.07	0.17	0.90
FRESENIUS MED CARE AG & CO AKT	1.14	0.24	0.90
ANHEUSER BUSCH INBEV NV	1.59	0.72	0.87

\* Indicates a consolidated position of common stock, rights, warrants and ADR holdings for the issuer.

## Portfolio Summary - Japan

### **Performance Summary**

The Japan portfolio outperformed the MSCI Japan Index during the third quarter. The Industrials and Telecommunication Services sectors were among the largest detractors from performance while holdings in the Information Technology and Consumer Discretionary sectors contributed.

### **Portfolio Details**

Security selection in the Industrials and Telecommunication Services sectors detracted from relative performance. In the Industrials sector, the overweight to industrial electronics manufacturer Mitsubishi Electrical detracted from performance. Shares declined on concerns of slowing order demand. In the Telecommunication Services sector, the overweight to telecommunications company Softbank detracted from performance. Shares of Softbank declined after it was reported the company will lose its iPhone exclusivity as rival KDDI will begin to offer Apple's newest version of the smartphone. Among individual holdings, the overweight to automobile manufacturer Honda Motor detracted from performance. Shares of Honda Motor declined on concerns of slowing global growth.

Security selection in the Information Technology and Consumer Discretionary sectors were among the largest contributors to performance. Within Information Technology, the investment in Gree which develops social-networking games for mobile phones contributed to performance. Shares of Gree rose after the company announced fourth-quarter earnings which exceeded analysts' estimates and

forecast its full-year net income will rise to as much as ¥28 billion. Additionally, JPMorgan Chase raised the stock to "overweight" from "neutral". Within Consumer Discretionary, the overweight in online retailer Rakuten contributed to performance. Shares of Rakuten rose after the company announced second-quarter results which beat consensus estimates. Among individual holdings, the overweight position in pharmaceutical company Mitsubishi Tanabe Pharma contributed to performance. Mitsubishi Tanabe Pharma shares rose after the company announced first-quarter earnings that exceeded company guidance and beat consensus estimates aided by royalty income.

During the quarter we reduced our overweight position within the Industrials sector and increased the portfolios exposure into more defensive sectors, primarily Consumer Staples. Among individual securities, a position was added to railway operator West Japan Railway and natural gas distributor Osaka Gas. West Japan Railway was added to the portfolio due to passenger growth and an increase in traffic following the earthquake. A position in Osaka Gas was added due to its strong balance sheet, location outside of the Tokyo area and defensive nature.

Sales during the quarter included trading company Sumitomo Corp and real estate developer Sumitomo Realty & Development. The position in Sumitomo Corp was closed as other securities became more attractive. The Sumitomo Realty & Development position was closed as its fundamentals deteriorated and as other securities became more attractive.

## Portfolio Summary - Japan

	Security	Fund Average Weight (%)	Benchmark Average Weight (%)	Relative Average Weight (%)	Fund Level Security Return (%)	Total Relative Contribution (%)
<b>Top 5 Contributors</b>	RAKUTEN INC (TOKYO)	3.63	0.35	3.28	22.74	0.66
	MITSUBISHI TANABE PHARMA CORP	2.89	0.17	2.72	22.29	0.53
	JAPAN TOBACCO INC	2.81	0.88	1.93	34.08	0.52
	GREE INC	0.96	0.11	0.85	54.20	0.34
	KAKAKU.COM INC	0.83	0.00	0.83	27.33	0.21
<b>Top 5 Detractors</b>	SOFTBANK CORP	3.54	1.38	2.16	-13.63	-0.28
	HONDA MOTOR CO LTD	4.09	2.54	1.55	-15.02	-0.26
	TAKEDA PHARMACEUTICAL CO LTD	0.00	1.68	-1.68	0.00	-0.22
	MITSUBISHI ELECTRIC CORP ORD	1.86	0.89	0.97	-14.78	-0.16
	OMRON CORP	0.90	0.22	0.68	-21.25	-0.16

### MSCI/S&P Sector Attribution Data

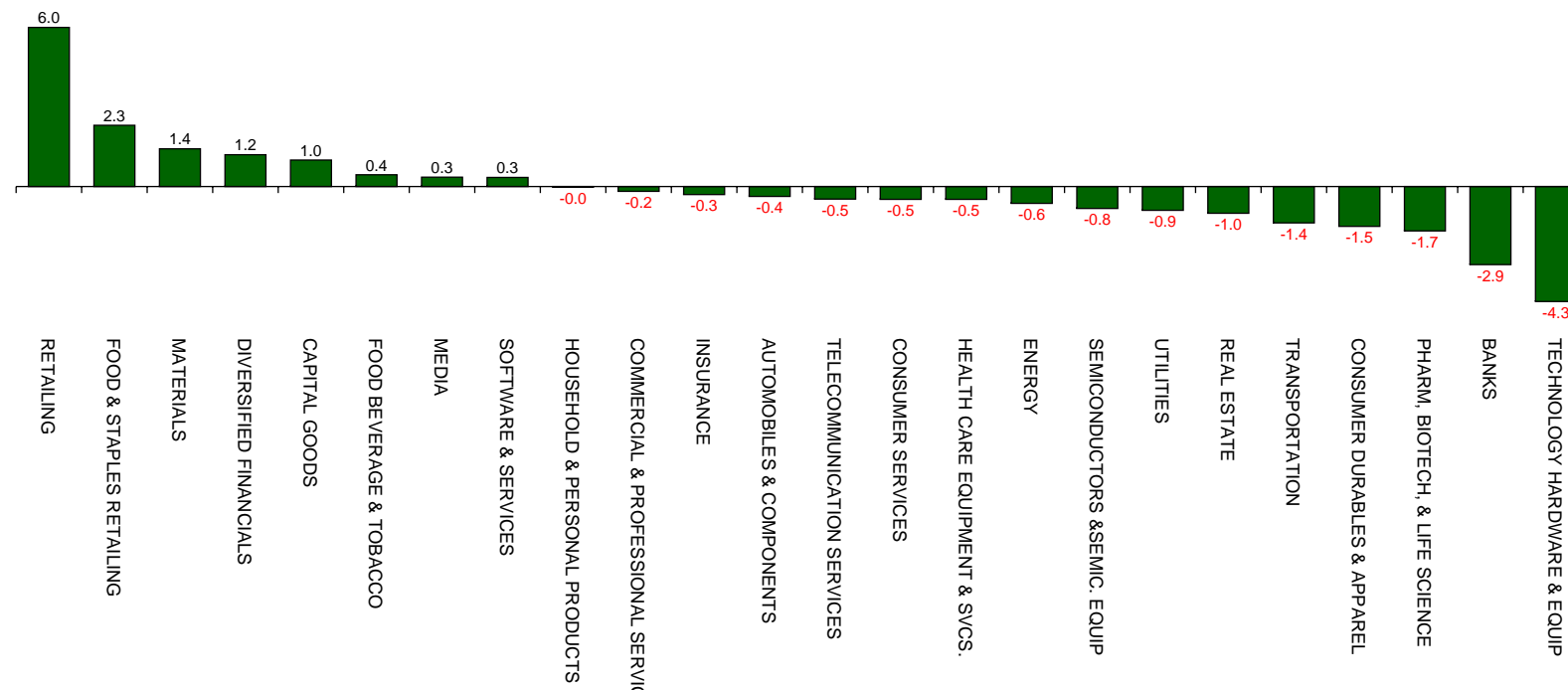
Sector Name	Fund End Weight (%)	Benchmark End Weight (%)	Relative End Weight (%)	Stock Selection	Sector Selection	Total Relative Contribution (%)
INFORMATION TECHNOLOGY	7.70	12.47	-4.77	0.44	0.36	0.81
CONSUMER DISCRETIONARY	23.11	19.14	3.97	0.07	0.73	0.80
CONSUMER STAPLES	8.87	6.17	2.70	0.22	0.22	0.44
ENERGY	1.04	1.68	-0.64	-0.01	0.05	0.03
MATERIALS	8.90	7.49	1.41	0.02	-0.03	-0.01
FINANCIALS	14.39	17.42	-3.03	0.22	-0.27	-0.05
HEALTH CARE	4.64	6.78	-2.14	0.13	-0.25	-0.12
UTILITIES	3.12	4.01	-0.89	-0.09	-0.14	-0.23
TELECOMMUNICATION SERVICES	4.08	4.55	-0.47	-0.49	0.04	-0.45
INDUSTRIALS	19.74	20.29	-0.55	-0.10	-0.51	-0.60

Sector weights are only applied to equities and convertibles and the allocation percentage may not add to 100%.



# Portfolio Summary - Japan

## Regional Industry Diversification



### Top Purchases

	Portfolio (%)	Industry
WEST JAPAN RAILWAY CO	1.94	TRANSPORTATION
OSAKA GAS CO LTD	1.53	UTILITIES
ITOCHU CORP	1.28	CAPITAL GOODS
TORAY INDUSTRIES INC	1.03	MATERIALS
DAIHATSU MOTOR CO	0.74	AUTOMOBILES & COMPONENTS

### Top Sales

	Portfolio (%)	Industry
SUMITOMO CORP	1.39	CAPITAL GOODS
TOYOTA MOTOR CORP	1.27	AUTOMOBILES & COMPONENTS
SUMITOMO REALTY & DEV CO LTD	1.23	REAL ESTATE
MARUBENI CORP	1.14	CAPITAL GOODS
MITSUBISHI CORP	0.92	CAPITAL GOODS

Source: FidelityInvestments

# Portfolio Summary - Japan

## Top Absolute Holdings

Security	Portfolio Weight (%)	Benchmark Weight (%)
RAKUTEN INC (TOKYO)	4.11	0.40
HONDA MOTOR CO LTD	3.68	2.28
JAPAN TOBACCO INC	3.67	0.99
mitsubishi UFJ FINL GRP INC	3.63	2.74
MITSUBISHI TANABE PHARMA CORP	3.21	0.20
TOYOTA MOTOR CORP	3.20	4.50
SUMITOMO MITSUI FINL GROUP INC	2.76	1.80
TOKIO MARINE HOLDINGS INC	2.38	0.87
SOFTBANK CORP	2.13	1.21
WEST JAPAN RAILWAY CO	2.08	0.34
SEVEN & I HOLDINGS CO LTD	1.96	1.00
NIPPON TELEGRAPH & TELEPHONE	1.95	1.08
MITSUI FUDOSAN CO * (RE DEV)	1.73	0.63
MITSUBISHI ELECTRIC CORP ORD	1.69	0.82
ORIX CORP	1.68	0.39
OSAKA GAS CO LTD	1.68	0.37
JS GROUP CORP	1.44	0.35
KANSAI ELECTRIC POWER CO INC	1.44	0.61
JSR CORP	1.43	0.15
JGC CORP	1.34	0.24

## Top Relative Holdings

Security	Portfolio Weight (%)	Benchmark Weight (%)	Relative Weight (%)
RAKUTEN INC (TOKYO)	4.11	0.40	3.71
MITSUBISHI TANABE PHARMA CORP	3.21	0.20	3.01
JAPAN TOBACCO INC	3.67	0.99	2.68
WEST JAPAN RAILWAY CO	2.08	0.34	1.74
TOKIO MARINE HOLDINGS INC	2.38	0.87	1.51
HONDA MOTOR CO LTD	3.68	2.28	1.40
HITACHI TRANSPORT SYSTEM CO	1.33	0.00	1.33
OSAKA GAS CO LTD	1.68	0.37	1.31
ORIX CORP	1.68	0.39	1.29
JSR CORP	1.43	0.15	1.28
HITACHI METALS LTD	1.33	0.09	1.24
SUMITOMO BAKELITE CO LTD	1.23	0.00	1.23
MITSUI FUDOSAN CO * (RE DEV)	1.73	0.63	1.10
JGC CORP	1.34	0.24	1.10
JS GROUP CORP	1.44	0.35	1.09
UBE INDUSTRIES LTD	1.22	0.16	1.06
ABC-MART INC	1.09	0.05	1.04
AIR WATER INC (OSAKA)	1.09	0.09	1.00
SUMITOMO MITSUI FINL GROUP INC	2.76	1.80	0.96
SEVEN & I HOLDINGS CO LTD	1.96	1.00	0.96

\* Indicates a consolidated position of common stock, rights, warrants and ADR holdings for the issuer.

## Portfolio Summary - Pacific Ex-Japan

### **Performance Summary**

The Pacific Basin ex-Japan sub-portfolio underperformed the MSCI Pacific ex-Japan Index during the third quarter. The Financials and Utilities sectors were among the largest detractors from relative performance, while the Telecommunication Services and Consumer Staples sectors contributed to performance.

### **Portfolio Details**

The Financials and Utilities sectors were among the primary detractors during the quarter. Within Financials, the overweight in Hong Kong property developer Cheung Kong and Singaporean bank DBS Group detracted from performance. Cheung Kong shares declined after the company announced first-half earnings that were in-line with analysts' estimates but had weaker than expected results at its non-listed businesses. Shares of DBS Group declined after the company announced second-quarter earnings that missed analysts' estimates as trading income declined 47% and loan profitability declined. Within the Utilities sector, the underweight to the sector detracted from performance as this defensive sector outperformed the market. Among individual holdings, the overweight in Singaporean oil rig builder Keppel detracted from performance. Shares declined on concerns of slowing global growth.

Security selection in the Telecommunication Services and Consumer Staples sectors contributed positively to the return of the portfolio. Within Telecommunication Services, the overweight in Telecom Corp. of New Zealand contributed to performance. Shares rose after the company reported

full-year profit excluding charges and one-time items that beat analysts' estimates. In the Consumer Staples sector, the overweight in Australian retailer Wesfarmers contributed to performance. Wesfarmers shares rose after the company announced second-half earnings that beat consensus estimates as its Coles supermarkets outperformed. Among individual holdings, not owning Australian oil & gas exploration and production company Woodside Petroleum contributed to performance. Woodside Petroleum shares declined as the price of crude oil declined on concerns of slowing global growth.

New positions were initiated in Singaporean bank DBS Group and Hong Kong insurer AIA Group. DBS Group was added to the portfolio due to improving ROE driven by better customer related fee and trading income, and lower provision costs driven by an improving credit cycle. AIA Group was added to the portfolio due to its strong management team and attractive valuation.

Positions were closed in Hong Kong bank Bank of China Hong Kong and Australian blood treatments manufacturer CSL Limited. The position in Bank of China Hong Kong was closed as its valuation was no longer attractive. The position in CSL Limited was closed due to currency headwinds and as its valuation was no longer attractive.

## Portfolio Summary - Pacific Ex-Japan

	Security	Fund Average Weight (%)	Benchmark Average Weight (%)	Relative Average Weight (%)	Fund Level Security Return (%)	Total Relative Contribution (%)
<b>Top 5 Contributors</b>	TREASURY WINE ESTATES LTD	1.34	0.00	1.34	13.81	0.34
	TELECOM CORP NEW ZEALAND LTD	1.87	0.30	1.57	11.84	0.33
	COCA COLA AMATIL LTD	2.33	0.50	1.83	4.56	0.30
	SINGAPORE TELECOM LTD (SING)	2.62	1.47	1.15	8.89	0.23
	WESFARMERS LTD*	3.95	2.65	1.30	0.17	0.17
<b>Top 5 Detractors</b>	C C LAND HOLDINGS LTD	0.65	0.00	0.65	-57.40	-0.34
	KEPPEL CORP LTD	3.07	0.80	2.27	-27.62	-0.30
	CHEUNG KONG HLDGS LTD	2.71	1.37	1.34	-19.17	-0.29
	CLP HLDGS LTD	0.10	1.26	-1.16	-0.01	-0.29
	DBS GROUP HOLDINGS LTD	2.37	1.40	0.97	-16.47	-0.27

\* Indicates a consolidated position of common stock, rights, warrants and ADR holdings for the issuer.

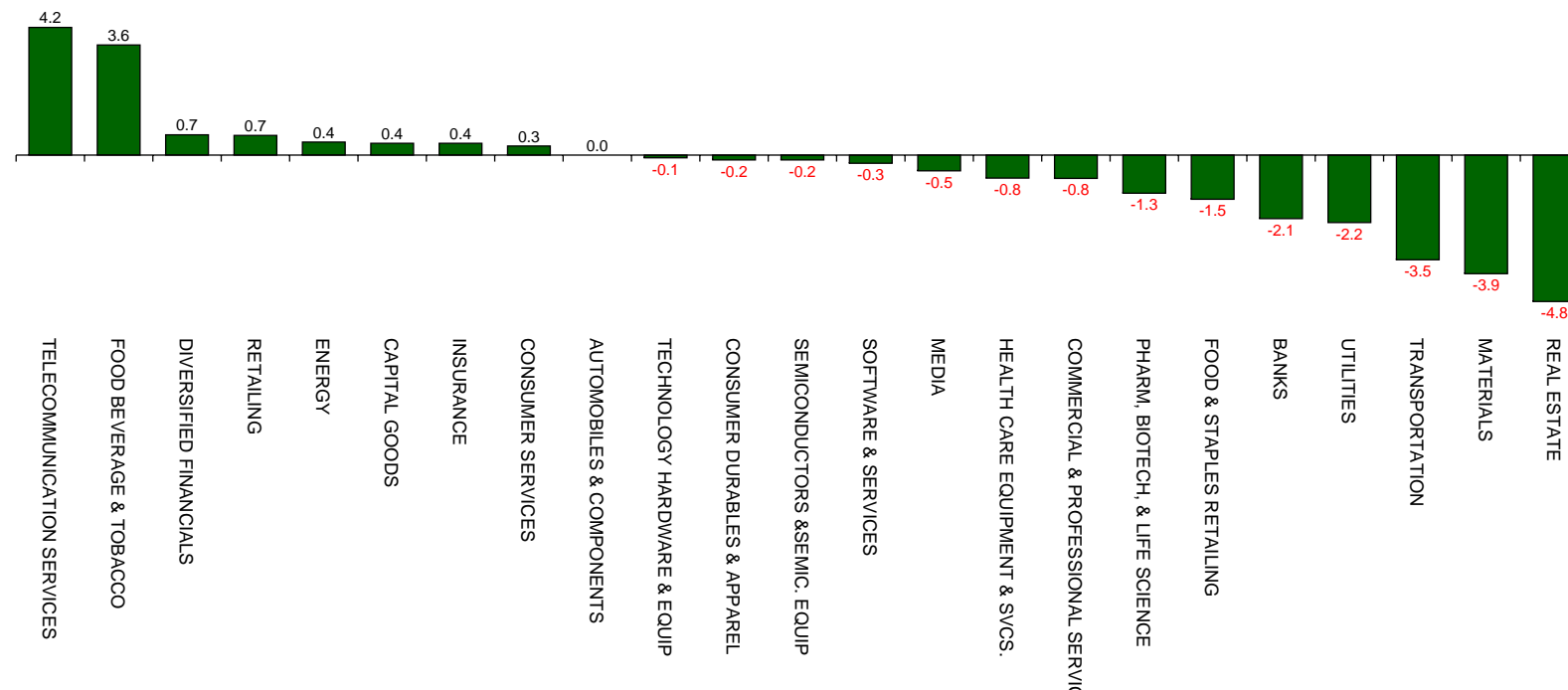
### MSCI/S&P Sector Attribution Data

Sector Name	Fund End Weight (%)	Benchmark End Weight (%)	Relative End Weight (%)	Stock Selection	Sector Selection	Total Relative Contribution (%)
TELECOMMUNICATION SERVICES	7.49	3.27	4.22	0.05	0.64	0.68
CONSUMER STAPLES	10.32	8.15	2.17	0.17	0.30	0.47
CONSUMER DISCRETIONARY	5.41	5.13	0.28	0.00	0.06	0.07
HEALTH CARE	0.00	2.02	-2.02	0.01	-0.03	-0.02
INFORMATION TECHNOLOGY	0.00	0.53	-0.53	0.04	-0.13	-0.09
ENERGY	4.65	4.22	0.43	0.02	-0.11	-0.10
MATERIALS	14.20	18.12	-3.92	-0.21	0.05	-0.16
INDUSTRIALS	4.30	8.15	-3.85	-0.18	-0.29	-0.47
UTILITIES	1.98	4.22	-2.24	-0.02	-0.75	-0.76
FINANCIALS	40.32	46.20	-5.88	-1.75	-0.06	-1.81

Sector weights are only applied to equities and convertibles and the allocation percentage may not add to 100%.

# Portfolio Summary - Pacific Ex-Japan

## Regional Industry Diversification



### Top Purchases

	Portfolio (%)	Industry
DBS GROUP HOLDINGS LTD	4.35	BANKS
CHEUNG KONG HLDGS LTD	2.75	REAL ESTATE
AIA GROUP LTD	2.66	INSURANCE
NEWCREST MINING LTD	2.46	MATERIALS
NATIONAL AUSTRALIA BANK LTD	1.77	BANKS

### Top Sales

	Portfolio (%)	Industry
AMP LTD (POST RECON)	3.34	INSURANCE
BANK OF CHINA HONG KONG LTD	2.88	BANKS
CSL LIMITED	2.39	PHARM, BIOTECH, & LIFE SCIENCE
RIO TINTO LTD	2.32	MATERIALS
PICC PROPERTY & CASUALTY CO H	2.13	INSURANCE

Source: Fidelity Investments

# Portfolio Summary - Pacific Ex-Japan

## Top Absolute Holdings

Security	Portfolio Weight (%)	Benchmark Weight (%)
BHP BILLITON LTD	9.01	9.10
COMMONWEALTH BK OF AUSTRALIA	7.95	5.74
NATIONAL AUSTRALIA BANK LTD	5.80	3.93
AUSTRALIA & NZ BANKING GRP	5.56	4.10
WESFARMERS LTD*	4.40	2.97
CHEUNG KONG HLDGS LTD	3.58	1.27
DBS GROUP HOLDINGS LTD	3.49	1.31
NEWCREST MINING LTD	3.13	2.11
SINGAPORE TELECOM LTD (SING)	3.01	1.62
OIL SEARCH LTD	2.80	0.00
AIA GROUP LTD	2.38	2.01
TELSTRA CORP LTD	2.31	1.09
TELECOM CORP NEW ZEALAND LTD	2.17	0.32
COCA COLA AMATIL LTD	2.03	0.55
HUTCHISON WHAMPOA LTD	2.01	1.33
KEPPEL CORP LTD	1.94	0.71
CROWN LTD	1.93	0.29
RIO TINTO LTD	1.78	2.18
ASX LTD	1.70	0.43
QBE INSURANCE GROUP LTD	1.65	1.14

## Top Relative Holdings

Security	Portfolio Weight (%)	Benchmark Weight (%)	Relative Weight (%)
OIL SEARCH LTD	2.80	0.00	2.80
CHEUNG KONG HLDGS LTD	3.58	1.27	2.31
COMMONWEALTH BK OF AUSTRALIA	7.95	5.74	2.21
DBS GROUP HOLDINGS LTD	3.49	1.31	2.18
NATIONAL AUSTRALIA BANK LTD	5.80	3.93	1.87
TELECOM CORP NEW ZEALAND LTD	2.17	0.32	1.85
CROWN LTD	1.93	0.29	1.64
TREASURY WINE ESTATES LTD	1.62	0.00	1.62
LIFESTYLE INTL HLDGS LTD	1.64	0.13	1.51
COCA COLA AMATIL LTD	2.03	0.55	1.48
AUSTRALIA & NZ BANKING GRP	5.56	4.10	1.46
WESFARMERS LTD*	4.40	2.97	1.43
SINGAPORE TELECOM LTD (SING)	3.01	1.62	1.39
ASX LTD	1.70	0.43	1.27
KEPPEL CORP LTD	1.94	0.71	1.23
TELSTRA CORP LTD	2.31	1.09	1.22
NEWCREST MINING LTD	3.13	2.11	1.02
WHARF HOLDINGS LTD	1.57	0.63	0.94
HONGKONG LAND HLDGS LTD	0.94	0.00	0.94
LINK REAL ESTATE INVESTMENT TR	1.44	0.59	0.85

\* Indicates a consolidated position of common stock, rights, warrants and ADR holdings for the issuer.



For further information on your portfolio please visit the Pyramis Client Website at: [www.pyramis.ca](http://www.pyramis.ca)

If you would like access to the Pyramis Client Website please contact your Relationship Manager via e-mail or by phone.