

Standard Life

Global Equity Fund (Fidelity) Fidelity Investments Canada ULC

Lead Manager(s): Chris Steward, Brian Hoesly

Performance Review Date: December 31, 2013

Investment Objective: Aims to achieve long-term capital growth by investing primarily in equity securities of companies anywhere in the world.

Investment Style: Blend

Annual Fund Performance (%)

	2009	2010	2011	2012	2013	5 yrs
Global Equity Fund (Fidelity)	21.36	5.98	-6.26	13.77	32.70	12.72
MSCI All Country World Net Index (Can\$)	14.33	6.79	-5.05	13.56	31.04	11.52
Value Added (+) / Lost (-)	7.03	-0.81	-1.21	0.21	1.66	1.20
Quartile Ranking ⁽¹⁾	1st	3rd	3rd	3rd	3rd	3rd

Annualized Performance – Relative Rankings ⁽¹⁾ (ending December 31, 2013)

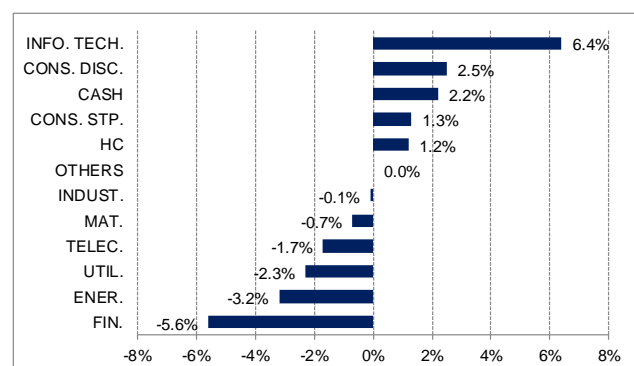
3 years	4 th	Quartile
5 years	3 rd	Quartile
7 years	4 th	Quartile
10 years	4 th	Quartile

Risk Characteristics (5 years ending December 31, 2013)

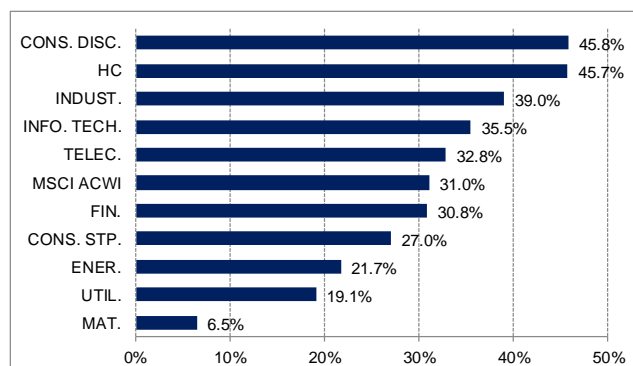
Downside Volatility	2.55%	3 rd	Quartile
Standard deviation	11.53%	3 rd	Quartile
Tracking error	3.15%	3 rd	Quartile
Information ratio	0.14	3 rd	Quartile
Beta	0.99	2 nd	Quartile

Portfolio Positioning

Fund Sector Deviations



Year-to-date Index Sector Performance



Short-Term Performance Analysis

- In 2013, the fund outperformed its benchmark but ranks in the third quartile relative to its peers.
- Sector allocation was the main driver of added value, primarily due to an overweight position in the outperforming Consumer Discretionary sector and an underweight position in the underperforming Energy sector.
- Security selection produced negative results, particularly within the Information Technology and Energy sectors.
- Based on the MSCI World Style indices, Value stocks outperformed on average. Given the fund's Blend investment philosophy, style bias had no impact on short-term performance.

Long-Term Style Analysis

	2009	2010	2011	2012	2013	5 years
Outperforming Investment Style	Growth	Growth	Value	Growth	Value	Growth

Long-Term Performance Analysis

- The fund outperformed its benchmark in three of the past five years and added value on a five-year annualized basis. This long-term performance ranks it in the third quartile when compared to its peers.
- Sector allocation was positive more often than not and was the main driver of added value on a five-year annualized basis.
- Security selection produced positive results over the long term.
- Based on the MSCI World Style indices, Growth stocks outperformed on average. Given the fund's Blend investment philosophy, style bias had no impact on long-term performance.

Significant Corporate Events

Corporate

- In March 2009, Bob Haber, Chief Investment Officer for Fidelity Investment Canada ULC and portfolio manager, retired. As CIO, he led a team of fundamental, quantitative and technical analysis dedicated to the Canadian equity market. Mr. Haber was also the sub-portfolio manager (Canadian Equities) for the Fidelity Canadian Asset Allocation Fund, as well as sub-portfolio manager (US Equities) for the Fidelity Global Equity Fund.

Fund Specific

- Effective October 1, 2013, institutional portfolio managers Chris Steward and Brian Hoesly will assume joint lead portfolio manager responsibilities for Fidelity Global Fund. They will also succeed Michael Strong in overseeing management of the international equity portion of the fund. John Chow will be assuming responsibility for the emerging markets portion of the fund, succeeding Matthew Van Vlack. Eileen Dibb will assume management of the Asia ex-Japan sub-portfolio, formally managed by Henry Chan, in addition to managing the Japan sub-portfolio. The sub-portfolio managers responsible for the US and Canadian equity portions remain unchanged.
- In March 2013, Fidelity Investments announced that Michael Strong will be retiring effective September 30, 2013. Institutional portfolio managers Chris Steward and Brian Hoesly will be co-lead managers of the strategy.
- In March 2009, Stephen Balter and Christopher Galizio assumed management of the U.S. equity sub-portfolio within the Fidelity Global Equity Fund, succeeding Bob Haber in this role.

Quality & Choice Commentary

- The Global Equity Fund (Fidelity) is a bottom-up, blend global equity mandate. The fund applies a controlled regional allocation discipline and holdings within each market are selected by regional sub-portfolio managers based on the fundamentals of individual companies in each region. The fund aims to outperform when the market is driven by company fundamentals rather than investor sentiment.

Conclusion: This fund is No Longer Promoted as a Quality & Choice investment option as of September 2013, based on the analysis done at that time.

Manager Outlook

- Lead managers Brian Hoesly and Chris Steward continue to see a synchronized global expansion led by the United States. They see that economic indicators in most geographic regions have been positive and select areas in emerging markets are also picking up. The housing market and employment situation in the U.S. continues to be a tailwind for its economy while the European economy has remained steady. Japan has been growing more rapidly than it has in several years as the Bank of Japan's monetary easing program has bolstered corporate confidence and produced one of the strongest equity market returns in years. Overall, Brian and Chris believe that continual accommodative monetary policy by central banks around the world combined with relatively passive inflationary pressures may bode well for global equities in 2014.

⁽¹⁾ Quartile rankings are based on the underlying fund's returns.

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* Sources may include, but are not limited to, Mercer MPA, Morningstar, Principia and Thomson Baseline

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