

2024 mid-year review: Starlight Dividend Growth Class and a decade of outperformance



Sean Tascatan, CFA

Senior Portfolio Manager
Diversified Equities

2024 mid-year review

As of June 17, 2024, Sean Tascatan and the Diversified Equities Team at Starlight Capital continue to demonstrate their expertise in dividend growth investing with the exceptional performance of the Starlight Dividend Growth Class. **Our Fund continues to outperform its peers in the Morningstar Dividend and Income Equity category over the past decade, achieving 1st quartile rankings across all time periods, recently achieving a remarkable 1st percentile ranking for both 1-year and 5-year returns.**

Total Return %	YTD	1 Year	3 Year	5 Year	10 Year
Starlight Dividend Growth, Series F	7.07	15.66	7.31	10.11	7.61
Category	2.91	8.08	5.12	7.12	5.58
Index	-0.92	0.68	3.99	6.13	4.46
Quartile Rank	1st 📊	1st 📊	1st 📊	1st 📊	1st 📊
Percentile Rank	1	1	7	1	5
# of Invest. in Cat.	361	358	328	310	194

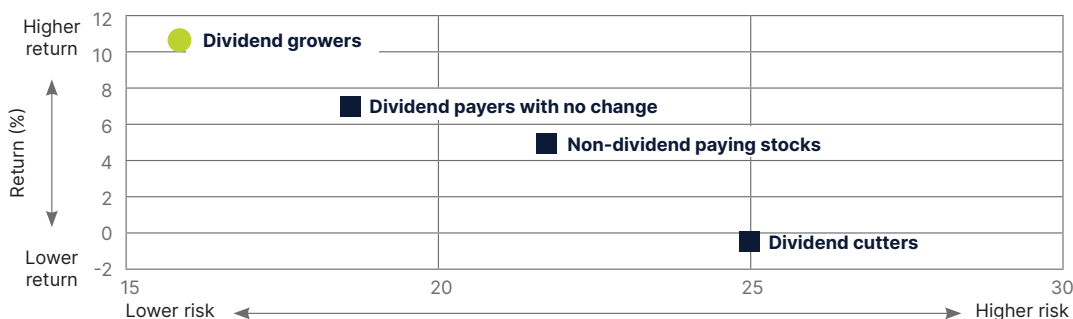
Source: Morningstar®. CAD. Investment return as of Jun 17, 2024. Category: Canadian Dividend and Income Equity as of Jun 17, 2024. Index: Morningstar Canada DYF GR CAD as of Jun 17, 2024. Earliest Available Aug 01, 2003. Time periods greater than 1 are annualized.

Starlight Dividend Growth Class’s outperformance can be attributed to a disciplined investment approach focused on **high-quality companies with a history of growing their dividends by 10%+.**

Sean focuses on identifying companies with a proven track record of increasing their dividends, supported by consistent growth in earnings and cash flows. A business must have consistent and growing cashflow before it can implement and then consistently grow its dividend. Consistently rising cashflows are generally the result of an enduring competitive advantage. This disciplined approach allows Sean to invest in companies with the ability to generate superior risk-adjusted long-term total returns, often with lower volatility than their peers.

Dividend Growth Stocks have Outperformed with Less Risk

Risk vs return, annualized, 1973 - 2022

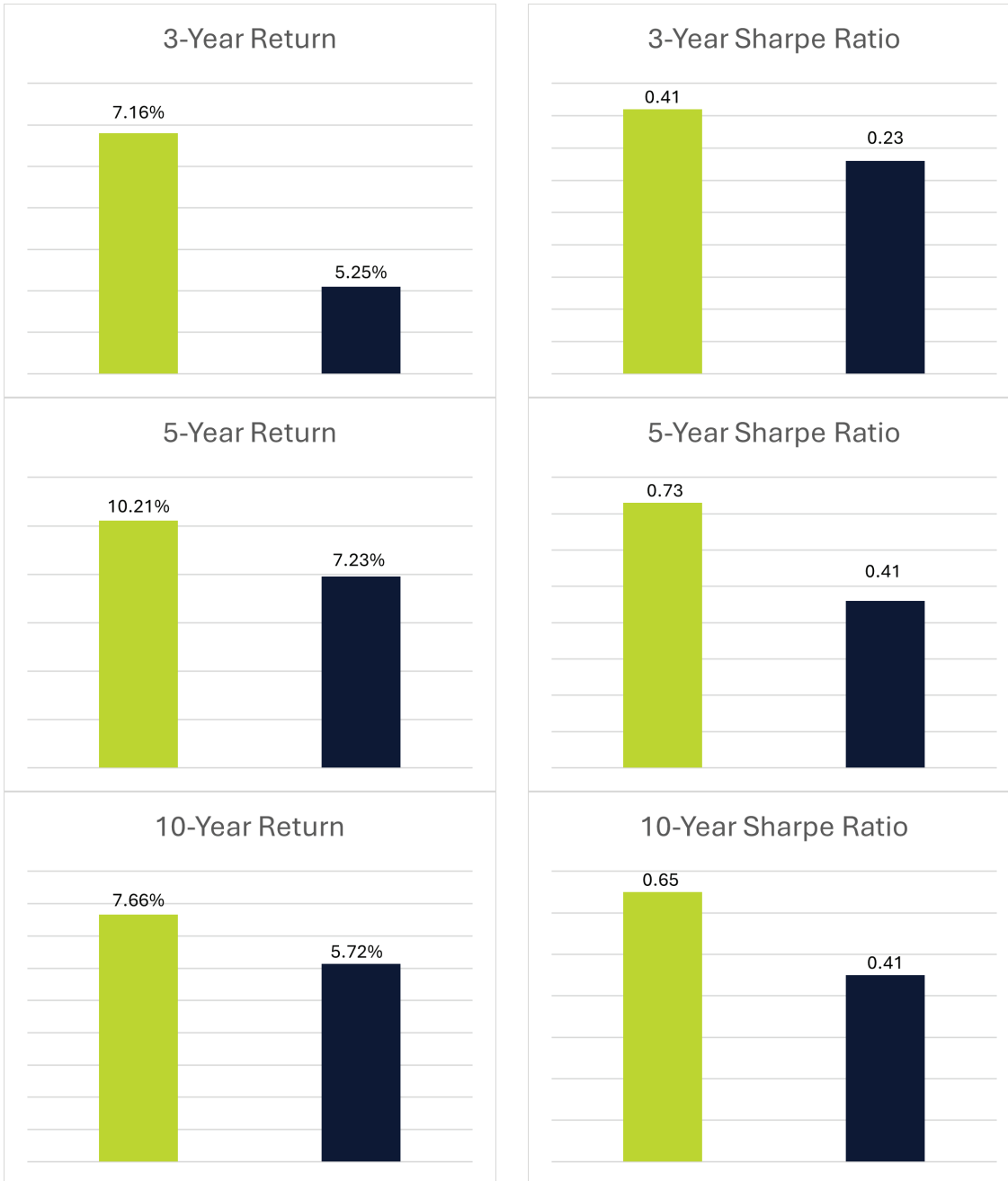


Source: Ned Davis Research, Inc. and Refinitiv, 31 Jan 1973 – 31 Dec 2021. Past Performance is no guarantee of future results. Performance represents the historical risk/return performance of S&P 500 stocks grouped by dividend policies.

The following table highlights Starlight Dividend Growth Class’s superior, risk-adjusted long-term total returns over this period.

The Fund’s 3, 5, 10-Year Return and Sharpe Ratio vs. Peers

■ Starlight Dividend Growth Class, Series F
 ■ Morningstar Canadian Dividend & Income Equity Peer Group



Source: Starlight Capital and Morningstar® as of June 30, 2024.

The Starlight Dividend Growth Class serves as a complimentary addition to Canadian equity portfolios, delivering sustainable long-term growth and income.

Key Benefits

1. High-Quality Dividend Growth:

- North American equities with a track record of 10%+ dividend growth
- Sustainable dividend growth without financial engineering

Starlight Dividend Growth Class			
# of Public Equity Investments	46		
# of Dividend Growth Stocks	100%		
	1Y	3Y	5Y
Portfolio Holdings' Dividend CAGR	12.3%	13.4%	10.5%

Source: Bloomberg Finance L.P. As of June 30, 2024.

2. Diversification:

- Increased exposure to sectors underrepresented in the Canadian market
- Decreased exposure to sectors overrepresented in the Canadian market



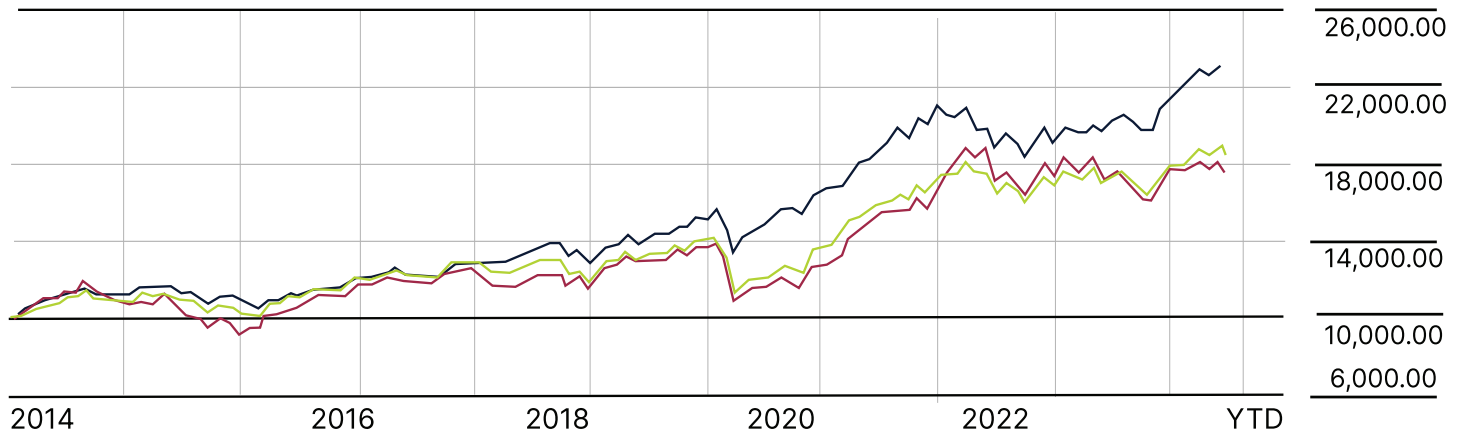
3. Strong Long-Term Performance:

- 20-year track record of strong risk-adjusted total returns
- Consistent outperformance versus competing dividend and income equity funds and benchmarks

Starlight Dividend Growth Class vs. Morningstar Canadian Dividend & Income Equity Peer Group

Growth of 10,000

■ Investment 22,922
 ■ Category 18,384
 ■ Index 17,473



Source: Morningstar. CAD. Investment return as of June 17, 2024. Category: Canadian Dividend and Income Equity as of June 17, 2024. Index: Morningstar Canada DYF GR CAD as of June 17, 2024. Earliest Available Aug 01, 2003. Time periods greater than 1 year are annualized.

Contact your Sales Representative to learn more about Starlight Dividend Growth Class.

Investment Management Team



Sean Tascatan
CFA
Senior Portfolio
Manager,
Diversified Equities

Sean Tascatan joined Starlight Capital in January 2023 as Senior Portfolio Manager. He has over 10 years of experience in the investment industry.

Mr. Tascatan most recently held a position at a Canadian independent asset management firm as the lead portfolio manager of numerous dividend funds, including a U.S. Dividend Growth Fund where he specialized in high-quality, dividend paying U.S. equities. Prior to that, he worked at Sentry Investments where he was a key member of an award-winning Equity Income team that garnered multiple Lipper Fund and Morningstar Investment Awards. There, he was the co-manager of a \$3B U.S. Growth and Income Fund and a \$500MM Diversified Equity Fund.

Mr. Tascatan holds the Chartered Financial Analyst designation and has completed the Options Licensing Course and has an Honours Bachelor of Arts degree in Economics and Financial Management from Wilfrid Laurier University.

About Starlight Capital

Starlight Capital is an independent Canadian asset management firm with over \$1 billion in assets under management. We manage Global and North American diversified private and public equity investments across traditional and alternative asset classes, including real estate, infrastructure and private equity. Our goal is to deliver superior risk-adjusted, total returns to investors through a disciplined investment approach: Focused Business Investing. Starlight Capital is a wholly-owned subsidiary of Starlight Investments. Starlight Investments is a leading global real estate investment and asset management firm with over 360 employees and \$28B in AUM. A privately held owner, developer and asset manager of over 66,000 multi-residential suites and over 7 million square feet of commercial property space. Learn more at www.starlightcapital.com and connect with us on LinkedIn at www.linkedin.com/company/starlightcapital/

Invest With Us

For more information on our investment solutions, learn more at starlightcapital.com or speak to our Sales Team.

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