

Kevin Meehan recently met with Chuck De Lardemelle, CFA – a Portfolio Manager with IVA Funds. IVA has over \$15 billion in assets (Source: www.ivafunds.com/about-us).

Kevin recently had the opportunity to attend a small group meeting with Chuck De Lardemelle, a Fund Manager with IVA Funds. From this meeting, Kevin felt it would be of use to share some of the take-away points.

- Equities: Chuck currently likes technology companies. Equity valuations overall are quite high.
- There is significant de-leveraging that needs to go on in the current developed market worldwide.
- Japan investments have been resilient as it relates to the difficulty the Japan stock market and economy has had post the earthquake.
- He does not like investment opportunities in China – believes the rot of banks is hidden by the government involvement. Believes that there is a housing and financing bubble, not unlike what the U.S. has experienced.
- Believe that banks are in a terrible mess, but look at India and Brazil as quite a bit different as they are well run, good banks and well regulated. Profitability in these countries and valuations are not attractive. More severe in India than in Brazil.
- Emerging market exposure is to multi-nationals, mainly in the U.S. and some exposure in Malaysian and South Korean Market.
- Some possible hedges may include gold and foreign currencies
- In Chuck's opinion financial system globally is dysfunctional.
- Chuck feels there is only about a 10% chance that we will go into a recession.
- He is focused on big U.S. Large capitalization stocks, dividend paying, and multi-national.

Important Disclosures:

Information provided by and is the opinion of Chuck De Lardemelle, CFA, Portfolio Manager of IVA Funds. This material is for informational purposes only and should not be used or construed as a recommendation regarding any security outside of a managed account. There is no assurance that any investment strategy will be successful or that any securities transaction, holdings, sectors or allocations discussed will be profitable. It should not be assumed that any investment recommendation or decisions made in the future will be profitable or will equal any investment performance discussed herein. The services and opinions of Chuck De Lardemelle are independent of Raymond James. Please note that international investing involves special risks, including currency fluctuations, differing financial accounting standards, and possible political and economic volatility. Investing in emerging markets can be riskier than investing in well-established foreign markets. Investing involves risk and investors may incur a profit or a loss. Gold is subject to special risks associated with investing in precious metals, including but not limited to: price may be subject to wide fluctuation and market is unregulated. The companies engaged in the communications and technology industries are subject to fierce competition and their products and services may be subject to rapid obsolescence. The information has been obtained from sources considered to be reliable, but we do not guarantee that the foregoing material is accurate or complete. Dividends are not guaranteed and must be authorized by the company's board of directors.