

*This annual management report of fund performance contains financial highlights, but does not contain either the interim financial report or annual financial statements of the investment fund. You can get a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling us toll free at 1-866-378-7119, by writing to us at Fiera Investments LP (the "Manager"), 145 King Street West, Suite 1500, Toronto, ON., M5H 1J8, or by visiting our website at [fierainvestments.com](http://fierainvestments.com) or SEDAR at [www.sedar.com](http://www.sedar.com). Securityholders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.*

#### **A NOTE ON FORWARD-LOOKING STATEMENTS**

*This report may contain forward-looking statements about the Fund, including its strategy, expected performance and conditions. Forward-looking statements are statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "plans", "believes", "estimates" or negative versions thereof and similar expressions. In addition, any statement that may be concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.*

*Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, capital markets, business competition, technological changes, changes in government regulations, unexpected judicial or regulatory proceedings and catastrophic events.*

*We stress that the above-mentioned list is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise.*

## **Management Discussion of Fund Performance**

### ***Investment Objective and Strategies***

The Loomis Sayles Global Diversified Corporate Bond Fund (the "Fund") pursues a steady flow of income and the potential for capital gains primarily through investment in fixed income securities issued by Canadian and foreign corporations.

Loomis, Sayles & Company, L.P. ("Loomis Sayles") employs a value-driven, benchmark-aware approach implemented within a risk-budgeting framework. The investment process seeks to create a diversified portfolio with undervalued and preferably discount securities across relevant risk factors, including sector, country, currency, curve and specific credit. The Fund is actively managed and uses a research-driven strategy in selecting sectors and securities as its primary return sources. Country, currency, and yield curve positioning are typically secondary sources of excess return.

### ***Risk***

The risk rating of this Fund was changed from 'low to medium' to 'low' in June 2018. The risk is discussed in the Fund's most recent simplified prospectus or any amendments and fund facts.

### ***Results of Operations***

The Fund's net asset value (rounded to the nearest thousand) increased during the year from \$97,968,000 to \$172,041,000. This increase was a result of a combination of net sales and positive return on investments.

The Series A of the Fund returned 10.8% compared to a 11.6% return on its benchmark, Barclays Global Aggregate - Corporate (CAD Hedged) Index (the "Benchmark"), from which fees and expenses are not deducted. See the section titled "Past Performance" for a detailed summary of the performance of the Fund.

#### **Explanation of Fund Performance:**

- The bottom-up derived overweight to the communications sector helped given the initial yield advantage and ensuing spread narrowing in the sector. Communications was among the top performing investment grade credit sectors as top issuers in the space remain committed to preserving, or even improving their credit ratings. Profits have been aided by strong consumer demand for internet connectivity, which offers more favorable margins to video subscriptions.
- Selections in banking positively contributed to performance, particularly select UK and European issuers which represented some of our top credit picks. We remain focused on institutions with excellent liquidity, high quality assets, healthy balance sheets, strong management teams, and well-diversified geographic presence.
- Selections in the energy sector provided a lift to results. The fund benefited from positions in issuers that are more focused on cash flow generation and leverage reduction, rather than those that are increasing capital expenditures aimed at achieving growth targets.
- Bond selection in the automotive sector underperformed bonds with similar credit profiles held in the index. Despite strong light truck sales and operating performance in North America, favored issuers were challenged by worse than expected sales in Europe and China.

#### **Market Environment:**

- Global growth slowed considerably amid weakness in manufacturing activity, a decline in business investment, and rising geopolitical uncertainty. The deepening rift between the US and China on trade roiled markets and dampened risk sentiment. Most major government bond yield curves saw a significant rally, particularly during the third quarter, when yields on 10 year US Treasuries and German bunds reached near historic lows. Yields increased moderately during the fourth quarter as the US and China reached a "phase one" trade agreement and there were some moderate improvements in economic data in the US, Eurozone, and China.

- In response to the weaker economic growth backdrop, major central banks adopted more accommodative monetary policies. For example, the Federal Reserve's Federal Open Market Committee cut rates on three separate occasions, which reduced the benchmark Fed Funds target rate range to 1.50% - 1.75%, down from 2.25% - 2.50% at the start of 2019. The coordinated accommodation was vital in prolonging the economic expansion and sustaining growth in the face of formidable headwinds.
- Despite the slowdown in global growth and weaker corporate profits, investment grade credit spreads tightened and significantly outperformed duration-matched global treasuries. Given the very low available yields in developed market government bonds, yield seeking investors sought the greater upside return potential offered in IG corporate credit.

**Outlook:**

- We believe the US will exit the manufacturing slowdown without dipping into recession. The three FOMC rate cuts will provide support to an economy that has been hampered by trade conflict, slumping exports, and a build-up in inventories. Global PMIs have been improving and we are seeing green shoots in other survey-based economic indicators, but need to see more evidence for stabilization in hard data.
- Credit spreads are tight, but should continue to receive support. Improvement in economic data and the Fed remaining relaxed and accommodative in a low growth, low inflation environment should enable credit spreads to stay well contained. Higher wages and employment costs are pressuring profit margins, but top line revenue growth has been respectable.
- Stability in economic growth should lead to better profit growth in 2020, albeit in the low single digit range. We expect S&P 500 profits to grow around 5% in 2020, up from low single digits in 2019. A profits recession – with profits down 10% or more – would substantially increase recession risks, but that is not our base case.

We do not expect further escalation in the trade conflict between the US and China. The phase one trade agreement is an important step in the right direction and a key support to risk appetite. The deal could deliver upside surprise if it is more comprehensive than expected, but the general truce has been enough to keep risk assets moving in a positive direction.

The sub-advisor is continuously monitoring the Fund's portfolio due to the increased volatility in the equity and fixed income markets caused by macroeconomic uncertainties, ongoing global trade disputes, oil price wars and the economic impact caused by the COVID-19 virus. These could have an adverse impact on economic and market conditions and trigger a period of economic slowdown in Canada and internationally. However, the uncertainty around this precludes the sub-advisor from making predictions on the ultimate impact each one of these will have on the net assets and performance of the Fund. The sub-advisor seeks to mitigate or minimize any negative impact through active portfolio management and diversification.

**Change of Securities Offerings**

Effective June 5, 2018, the securities of Series F1 and HF, and Deferred Load and Low Load purchase options of the units of Series A are no longer available for purchase.

On July 6, 2018, all the assets of Series F1 were consolidated into Series F.

Effective October 1, 2018, the securities of Series H are no longer available for purchase.

Investors may continue to own these securities, redeem their investment, or switch their investment to securities of the Fund or another Fiera Fund that is available for purchase and for which they qualify. Investors may also switch their Deferred Load and Low Load purchase option securities for other Deferred Load and Low Load purchase option securities, respectively.

**Fund Series Name Changes**

Effective June 5, 2018, the Fund renamed the following Series:

Previous Name	New Name
Series F	Series F1
Series HF	Series F

**Related Party Transactions**

The Manager provides investment management, distribution and administrative services to the Fund. These services are provided in the normal course of operations and are recorded at the amount of consideration agreed to by the Manager and the Fund. National Instrument 81-107 requires the Fund, to establish an independent review committee ("IRC") to whom the Fund must refer all conflict of interest matters for review or approval. NI 81-107 also imposes obligations upon the Manager to establish written policies and procedures for dealing with conflict of interest matters, maintain records in respect of these matters, and provide assistance to the IRC in carrying out its functions.

**Management Fees**

In consideration for the investment advisory services provided, the Manager receives a monthly management fee based on the daily average net assets of each series of the Fund, other than Series I. From its management fees, the Manager pays the cost of portfolio manager compensation, and sales and trailing commissions to dealers who distribute securities of the Fund. In consideration for other administrative services provided, the Manager may also charge an administrative fee to the Funds.

From time to time, the Manager may reduce the effective management fee payable by some unitholders by reducing the management fee it charges to the Fund, directing the Fund to make management fee distributions to these unitholders, or by rebating these fees back to the Fund in amounts equal to the management fee reduction. Management fee distributions are automatically reinvested in additional units of the Fund and are accounted for as distributions for financial statement purposes.

MANAGEMENT REPORT OF FUND PERFORMANCE  
**LOOMIS SAYLES GLOBAL DIVERSIFIED CORPORATE BOND FUND**

For the year ended December 31, 2019

*Fund Operating Expenses*

Each Fund is responsible for the payment of all operating expenses including, but not limited to, taxes, accounting fees, legal fees, audit fees, trustee fees, IRC fees, custodial fees, administrative costs, investor servicing costs, broker commissions, interest and bank charges, and costs of reports and prospectuses. In consideration for other administrative services provided, the Manager may also charge an administrative fee to the Funds. The Manager allocates to the Fund certain overhead costs which are directly related to the operation of the Fund (excluding marketing and sales). Those overhead costs would include a portion of the Manager's IT computer software, systems and staff salaries, facilities, insurance (property and liability only), depreciation on fixed assets, data and telephone, printing, office and other general administrative costs.

Operating expenses are attributed to a Fund, or a Fund's series. Common operating expenses of the Funds may be allocated among each fund based on the average number of securityholders or the average daily net asset value of that fund, or other methods of allocation that the Manager deems appropriate, depending on the type of operating expenses being allocated.

*Expenses Absorbed*

The Manager may waive or absorb a portion of the management fees or operating expenses for certain funds. The decision to absorb these expenses is reviewed periodically and determined at the discretion of the Manager, without notice to unitholders.

The related party fees charged are as follows:

	December 31, 2019	December 31, 2018
Management fees	115,925	70,763
Administrative services provided by the Manager	62,444	51,596
Fund expenses absorbed by the Manager	(122,331)	(165,859)

**Other Information**

***Change of control of the Manager***

On July 3, 2019 Fiera Capital Corporation acquired all of the outstanding common shares of Natixis Investment Managers Canada Corp., the parent of the Manager, thereby resulting in an indirect change of control of the Manager. Subsequent to the change of control, the following name changes were made:

Previous Name	New Name
Natixis Investment Managers Canada Corp.	Fiera Investments Corp.
Natixis Investment Managers Canada Limited	Fiera Investments Limited
Natixis Investment Managers Canada LP	Fiera Investments LP

On September 1, 2019, Fiera Investments Corp. was amalgamated with Fiera Capital Corporation.

**Management Fees and Series Description**

The Fund currently offers three series of units: Series A, Series F, and Series I. The following securities are no longer available for purchase: Deferred Load and Low Load purchase options of Series A, Series H, Series HF, Series U, Regular Front End Load, Deferred Load and Low Load.

Management fees differ among the Fund's series of units. The Fund pays the Manager an aggregate management fee. Management fees for Series I units are negotiated and paid directly by the investor, not by the Fund. From its management fees, the Manager pays the costs of portfolio manager compensation, and sales and trailing commissions to dealers who distribute securities of the Fund.

Series	As a Percentage of Management Fees		
	Management Fee (%)	Dealer Compensation (%)	General Administration, Investment Advice and Profit (%)
Series A	1.25	38	62
Series H	1.10	45	55
Series F	0.70	0	100

*For Series I Units, separate Series I fees are negotiated and paid by each Series I investor. The combined management, administrative and any service fees charged for Series I Units will not exceed the management fee charged for Series F Units.*

## Summary of Investment Portfolio at December 31, 2019

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund. You may obtain quarterly updates to the Fund's holdings free of charge by calling us toll free at 1-866-378-7119 or by writing us at Fiera Investments LP, 145 King Street West, Suite 1500, Toronto, ON, M5H 1J8 or by visiting our website at fierainvestments.com or SEDAR at www.sedar.com.

Top 25 Holdings	%*	Sector Allocation	%*
Cash & Equivalents <sup>^</sup>	4.7	Corporate Bonds	90.8
Telefonica Emisiones S.A.U. 4.10% 03/08/2027	1.3	Others <sup>^</sup>	4.7
American Electric Power 4.30% 12/01/2028	1.1	Treasuries	2.3
Morgan Stanley 3.88% 04/29/2024	1.1	Asset Backed Securities	0.7
Comcast Corp 3.15% 02/15/2028	1.0	Provincial Government Bonds	0.7
U.S. Treasury Bill 1.63% 12/15/2022	1.0	Federal Government Bonds	0.5
Prologis Euro Finance 0.25% 09/10/2027	0.9	Mortgage Backed Securities	0.3
America Movil S.A.B. De C.V. 3.63% 04/22/2029	0.9	Total	<u>100.0</u>
AT&T Inc 3.40% 05/15/2025	0.9		
Wells Fargo & Company 3.20% 06/17/2027	0.8		
Selp Finance S.a.r.l. 1.50% 11/20/2025	0.8		
Bank of America Corp 3.71% 04/24/2028	0.8		
Broadcom Corp / Cayman Finance 3.63% 01/15/2024	0.8		
United Air 2019 2 A Ptt 2.90% 11/01/2029	0.7		
Quest Diagnostics Inc 2.95% 06/30/2030	0.7		
Credit Suisse Group AG 2.59% 09/11/2025	0.7		
Charter Comm Opt LLC/Cap 5.05% 03/30/2029	0.7		
JPMorgan Chase & Co 1.09% 03/11/2027	0.6		
Anheuser Busch InBev 4.00% 04/13/2028	0.6		
British Telecommunications 3.25% 11/08/2029	0.6		
American International Group 3.75% 07/10/2025	0.6		
WEA Finance LLC 3.50% 06/15/2029	0.6		
Bank of Nova Scotia 1.90% 12/02/2021	0.6		
Diamondback Energy Inc 3.50% 12/01/2029	0.6		
CVS Health Corp 4.78% 03/25/2038	0.6		

\* Based on Transactional NAV in which securities are priced at market closing prices on December 31, 2019.

<sup>^</sup>Including other working capital.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund. Updates are available quarterly.

## Past Performance

The past performance shows historical performance of each series of units of the Fund. This information is provided to show the past performance only and does not necessarily indicate how the Fund will perform in the future. The past performance information assumes that all distributions were reinvested in additional units of the same series of the Fund. The past performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance.

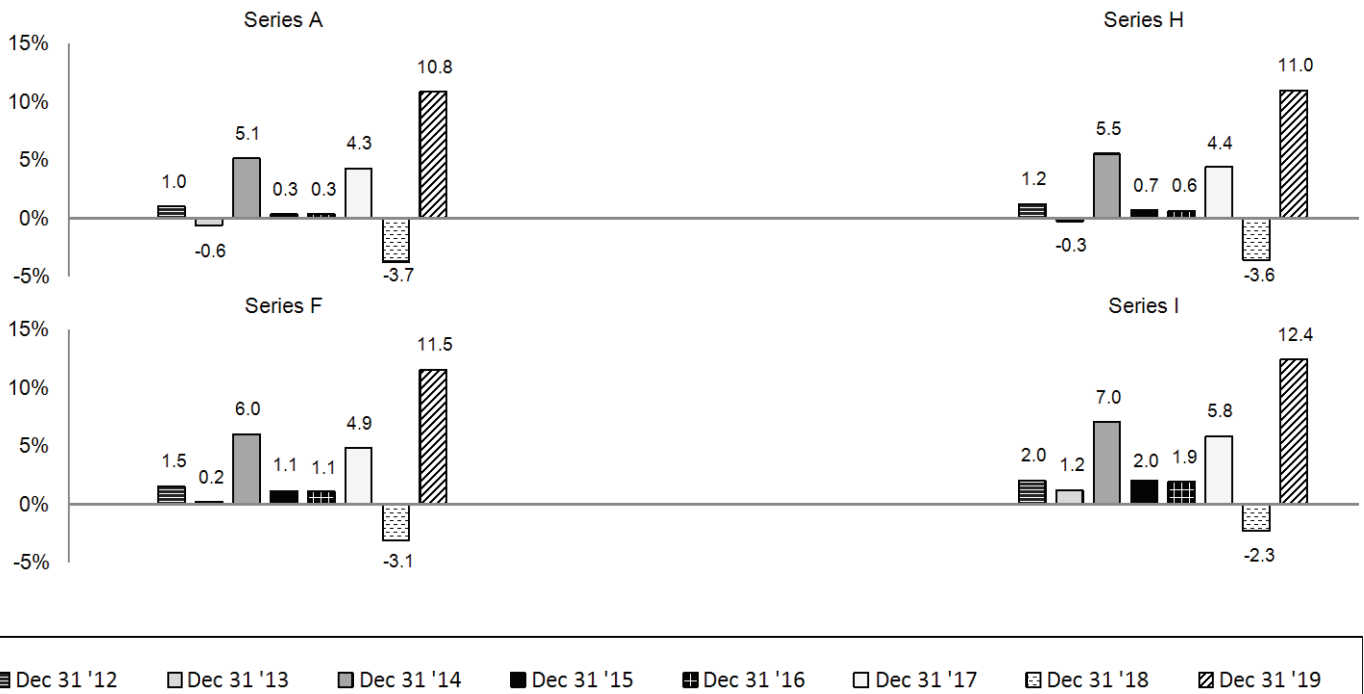
Effective on September 19, 2016, the annual management fee applicable to all of the sales options of the Series A of the Fund were lowered by 20 basis points, respectively.

On October 17, 2016, Loomis Sayles was appointed as the sub-advisor for the Fund and the investment strategies of these Funds were changed as a result of the sub-advisor change to allow greater investments in foreign and high yield fixed-income securities.

These changes could have affected the performance of the Fund had they been in effect throughout the performance measurement periods presented.

**Year-by-Year Returns**

The following chart illustrates the annual performance of each series of units of the Fund since its retail inception date - June 1, 2012. *Performance of Series A reflects the past performance of the Regular Front End Load Series.* The charts show, in percentage terms, how much an investment made on the first day of each financial period would have increased or decreased by the last day of each financial period.



**Annual Compound Returns**

The following table shows the annual compounded total return for each class and series currently offered by the Fund for each of the years shown, ending on December 31, 2019. The annual compound total return is also compared to the Benchmark on the same compound basis.

Series <sup>1</sup>	1 year	3 year	5 year	Since Inception <sup>3</sup>
Series A	10.8%	3.6%	2.3%	2.2%
Series H	11.0%	3.7%	2.5%	2.5%
Series F	11.5%	4.2%	3.0%	3.0%
Series I	12.4%	5.1%	3.9%	3.9%

	1 year	3 year	5 year	Since Inception <sup>3</sup>
Return of Benchmark <sup>2</sup>	11.6%	4.9%	4.1%	4.1%

<sup>1</sup> Net of all fees and expenses paid by the Fund other than Series I where performance is reported gross of fees negotiated and paid directly by the investor.

<sup>2</sup> The Barclays Global Aggregate - Corporate (CAD Hedged) Index tracks the performance of corporate bonds globally. The benchmark was changed from FTSE TMX Canada All Corporate Bond Index effective October 2016.

<sup>3</sup> Annual compound returns since inception for all classes and series are from retail inception date - June 1, 2012.

## Financial Highlights\*

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for each of the year or period ending dates indicated.

### Net Assets Per Unit (\$) <sup>1</sup>

	Series A					Series F				
	31-Dec-19	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-19	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15
<b>Net assets, beginning of year</b>	9.04	9.65	9.85	10.15	10.32	9.49	10.08	10.22	10.46	10.54
Increase (decrease) from operations:										
Total revenue	0.32	0.28	0.31	0.32	0.34	0.35	0.28	0.33	0.34	0.35
Total expenses (excluding distributions)	(0.15)	(0.15)	(0.16)	(0.18)	-	(0.10)	(0.09)	(0.11)	(0.11)	-
Realized gains (losses) for the year	0.27	(0.25)	(0.26)	0.11	0.02	0.35	(0.31)	(0.17)	0.23	0.02
Unrealized gains (losses) for the year	0.47	(0.21)	0.50	(0.22)	(0.33)	0.29	(0.06)	0.44	(0.23)	(0.25)
<b>Total increase (decrease) from operations <sup>2</sup></b>	0.91	(0.33)	0.39	0.03	0.03	0.89	(0.18)	0.49	0.23	0.12
Distributions:										
From net investment income (excluding dividends)	(0.28)	(0.23)	(0.26)	(0.18)	(0.20)	(0.30)	(0.24)	(0.27)	(0.19)	(0.21)
From dividends	-	-	-	-	-	-	-	-	-	-
From capital gains	(0.01)	-	(0.36)	(0.11)	-	(0.01)	-	(0.37)	(0.12)	-
Return of capital	(0.01)	(0.03)	-	-	-	(0.01)	(0.03)	-	-	-
<b>Total distributions <sup>3</sup></b>	(0.30)	(0.26)	(0.62)	(0.29)	(0.20)	(0.32)	(0.27)	(0.64)	(0.31)	(0.21)
<b>Net assets, end of year *</b>	9.72	9.04	9.65	9.85	10.15	10.27	9.49	10.08	10.22	10.46

	Series H					Series I				
	31-Dec-19	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-19	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15
<b>Net assets, beginning of year</b>	9.21	9.83	10.01	10.28	10.42	9.82	10.34	10.40	10.57	10.68
Increase (decrease) from operations:										
Total revenue	0.31	0.28	0.32	0.33	0.35	0.35	0.29	0.33	0.34	0.36
Total expenses (excluding distributions)	(0.14)	(0.14)	(0.15)	(0.15)	-	(0.01)	(0.01)	(0.01)	(0.02)	-
Realized gains (losses) for the year	0.25	(0.18)	(0.33)	0.15	0.02	0.30	(0.26)	(0.18)	0.35	0.02
Unrealized gains (losses) for the year	0.60	(0.32)	0.62	(0.26)	(0.31)	0.51	(0.19)	0.44	(0.57)	(0.17)
<b>Total increase (decrease) from operations <sup>2</sup></b>	1.02	(0.36)	0.46	0.07	0.06	1.15	(0.17)	0.58	0.10	0.21
Distributions:										
From net investment income (excluding dividends)	(0.28)	(0.24)	(0.26)	(0.18)	(0.21)	(0.31)	(0.25)	(0.27)	(0.18)	(0.33)
From dividends	-	-	-	-	-	-	-	-	-	-
From capital gains	(0.01)	-	(0.36)	(0.12)	-	(0.01)	-	(0.38)	(0.12)	-
Return of capital	(0.01)	(0.03)	-	-	-	(0.01)	(0.03)	-	-	-
<b>Total distributions <sup>3</sup></b>	(0.30)	(0.27)	(0.62)	(0.30)	(0.21)	(0.33)	(0.28)	(0.65)	(0.30)	(0.33)
<b>Net assets, end of year *</b>	9.92	9.21	9.83	10.01	10.28	10.72	9.82	10.34	10.40	10.57

Please refer to the footnotes on the last page of this document.

MANAGEMENT REPORT OF FUND PERFORMANCE  
**LOOMIS SAYLES GLOBAL DIVERSIFIED CORPORATE BOND FUND**

For the year ended December 31, 2019

**Ratios and Supplemental Data <sup>1</sup>**

	Series A					Series F				
	31-Dec-19	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-19	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15
Total net asset value (\$)	3,185,285	1,911,086	1,542,301	1,236,933	2,040,491	19,598,087	5,583,220	248,975	185,704	332,511
Number of shares outstanding	327,720	211,514	159,764	125,578	201,034	1,908,766	588,189	24,703	18,163	31,799
Management expense ratio (%) <sup>2</sup>	1.56	1.60	1.59	1.77	1.83	0.95	0.96	1.02	1.02	1.01
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	1.65	1.79	1.90	2.00	2.13	1.04	1.13	1.33	1.25	1.31
Trading expense ratio (%) <sup>3</sup>	-	-	-	-	-	-	-	-	-	-
Portfolio turnover rate (%) <sup>4</sup>	104.84	141.91	123.37	220.75	25.84	104.84	141.91	123.37	220.75	25.84
Net asset value per share (\$)	9.72	9.04	9.65	9.85	10.15	10.27	9.49	10.08	10.22	10.46

	Series H					Series I				
	31-Dec-19	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-19	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15
Total net asset value (\$)	47,009	49,294	197,681	407,980	459,871	149,210,261	90,350,852	52,420,506	35,209,961	10,502,629
Number of shares outstanding	4,739	5,353	20,118	40,750	44,716	13,925,203	9,197,997	5,069,281	3,387,009	993,938
Management expense ratio (%) <sup>2</sup>	1.43	1.48	1.47	1.46	1.46	0.13	0.12	0.11	0.17	0.17
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	1.52	1.69	1.78	1.69	1.76	0.22	0.32	0.42	0.40	0.47
Trading expense ratio (%) <sup>3</sup>	-	-	-	-	-	-	-	-	-	-
Portfolio turnover rate (%) <sup>4</sup>	104.84	141.91	123.37	220.75	25.84	104.84	141.91	123.37	220.75	25.84
Net asset value per share (\$)	9.92	9.21	9.83	10.01	10.28	10.72	9.82	10.34	10.40	10.57

**Financial Highlights**

\* Financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). All other calculations for the purposes of this MRFP are made using Net Asset Value. As at December 31, 2019 there was no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

**Net Assets Per Unit** footnotes

<sup>1</sup> This information is derived from the Fund's audited annual financial statements as at December 31 of the years shown.

<sup>2</sup> Net assets and distributions are based on the actual amount of units at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

<sup>3</sup> Distributions were reinvested in additional units of the Fund, unless the investor requested payment in cash.

\* This is not a reconciliation of the beginning and ending net assets per unit as the increase (decrease) from operations data is based on the weighted average number of units during the period rather than actual unit amounts at the relevant time.

**Ratios and Supplemental Data** footnotes

<sup>1</sup> The information is provided as at December 31 of the years shown.

<sup>2</sup> The management expense ratio (MER) is calculated in accordance with National Instrument 81-106 and is based on total expenses (excluding distributions, commissions, portfolio transaction costs and forward fees as applicable) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. In a period where a series is established, the management fee ratio is annualized from the date of inception to the end of the period.

The Manager may authorize a reduction in the management fees and/or operating expense rates generally for certain investors of the Fund who pay or incur distribution or other expenses normally paid by the Fund or the Manager. In this case, if the Manager reduces or rebates a portion of the management fee, the Fund or the Manager pays an amount equal to the reduction either as a distribution or as a direct rebate. The MER does not take this type of reduction into account.

The Manager may temporarily reduce or absorb all or any portion of the management fee and/or operating expenses of the Fund and can terminate the reduction or absorption at any time. The Manager expects to continue to absorb these fees or expenses until such time as the Fund is of sufficient size to reasonably absorb all fees and expenses.

<sup>3</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the daily average Transactional NAV during the period.

<sup>4</sup> The Fund's portfolio turnover rate indicates how the portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. Typically, the higher a fund's portfolio turnover rate, the greater the trading costs payable by a fund. There is not necessarily a relationship between a high turnover rate and the performance of a fund.