

# Lysander-Slater Preferred Share Dividend Fund

January 2019

**SLATER**  
ASSET MANAGEMENT



FundSERV: LYZ920F

Managed by: **Doug Grieve, CIO**  
SLATER ASSET MANAGEMENT INC.

## Fund Information

INCEPTION  
December  
30, 2014

AUM  
\$100 mil  
as of  
1/31/19

MER  
Series F: 0.97%  
as of 6/30/18  
(unaudited)

CURRENT YIELD  
(before fees)  
5.3%  
as of 1/31/19

## Objective

The Fund's objective is to seek to generate income while preserving investor capital by investing primarily in preferred securities of Canadian issuers that are listed on a Canadian stock exchange.

## Manager's Monthly Commentary

After a tough 2018, the Canadian Preferred Share market started the new year strong, only to stall out after approximately \$900 million of new issue securities (supply) came to market. As investors repositioned their portfolios to absorb the new product, the S&P/TSX Preferred Share Index finished the month down 0.50%, while the Lysander-Slater Preferred Share Dividend Fund (Series A) was down 0.42%. At their most recent respective meetings, both the Bank of Canada and the U.S. Federal Reserve put a hold on raising short term interest rates, which did not help the performance of Preferred Shares. However, the halt on interest rate increases has been well received by North American equities, resulting in the S&P/TSX Composite Index up over 8% YTD. As mentioned before, we believe the recovery of interest-sensitive Canadian common stocks are vital for the long-term stability of Canadian Preferred Shares. With new issue product settlement now behind us, we believe that the market is poised for a recovery in the short to medium term. We also believe we are well positioned with over 74% in discounted Fixed Reset Preferred Shares.

For more information please contact  
**Doug Grieve, Portfolio Manager**

T: 416-929-5546  
E: dgrieve@slaterassetmanagement.com

## Performance as of January 31, 2019

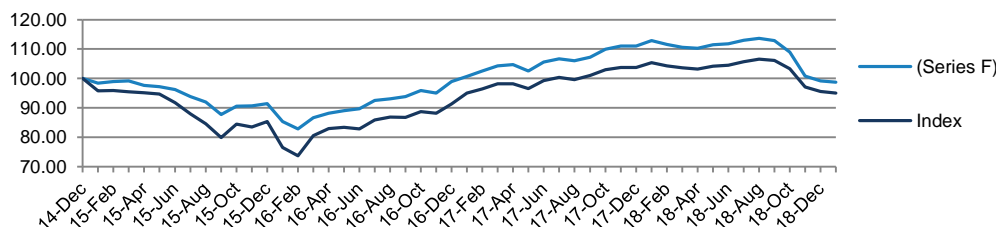
Inception is Dec. 30, 2014

Name	1 month	3 month	YTD	1 Year	3 year	Since Inception
Series F	-0.38%	-9.39%	-0.38%	-12.55%	5.00%	-0.31%
S&P/TSX CDN Preferred Share Index (TXPR)	-0.50%	-7.93%	-0.50%	-9.81%	7.51%	-1.23%

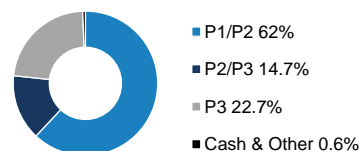
## Top 10 Holdings as of January 31, 2019

Name	%
SUN LIFE FINANCIAL PFD	4.8
CANADIAN UTILITIES PFD	4.2
POWER FINANCIAL PFD	3.5
EMERA PFD	3.3
ROYAL BANK PFD	3.2
TRANSCANADA PFD	3.0
INDUSTRIAL ALLIANCE PFD	2.9
ROYAL BANK PFD SERIES BD	2.9
FAIRFAX FINANCIAL PFD	2.7
FORTIS PFD	2.6
<b>Total</b>	<b>33.1</b>

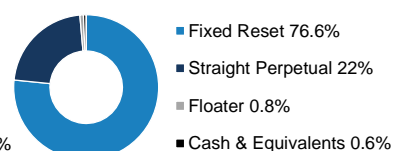
## Fund vs. Index



## Credit Rating



## Structure



Commissions, trailing commissions, management fees, & expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are based on calculated net asset values per unit, which are net of management fees, operating expenses, and applicable taxes. These returns include changes in unit value and reinvestment of all distributions and do not take into account certain fees such as redemption fees or optional charges or income taxes payable by any securityholder that would have reduced returns.

Mutual funds are not guaranteed or insured, their values change frequently & past performance may not be repeated. Lysander Funds is a registered trademark of Lysander Funds LTD.

<sup>1</sup> TSX © Copyright 2018 TSX Inc. All Rights Reserved.

This publication contains forward-looking statements. Statements concerning a Fund's objectives, goals, strategies, intentions, plans, beliefs, expectations and estimates, and the business, operations, financial performance and condition of the Fund are forward-looking statements. The words "believe", "expect", "anticipate", "estimate", "intend", "may", "will", "would" and similar expressions and the negative of such expressions are intended to identify forward-looking statements, although not all forward-looking statements contain these identifying words. These forward looking statements are subject to important risks and uncertainties that could cause actual results to differ materially from current expectations. While Slater Asset Management ("Slater") considers these risks and uncertainties to be reasonable based on information currently available, they may prove to be incorrect. The information in this document is subject to change without notice. Slater does not assume any duty to update any of the information.