

Lysander-Slater Preferred Share ActivETF

January 2019

SLATER ASSET MANAGEMENT



TSX: PR

Fund Information

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

INCEPTION
August 10,
2015

AUM
\$101.8 mil
as of
1/31/19

MER
1.02%
as of 6/30/18
(unaudited)

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

Objective

The ActivETF seeks to generate income while preserving investor capital by investing primarily in preferred shares of Canadian entities 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

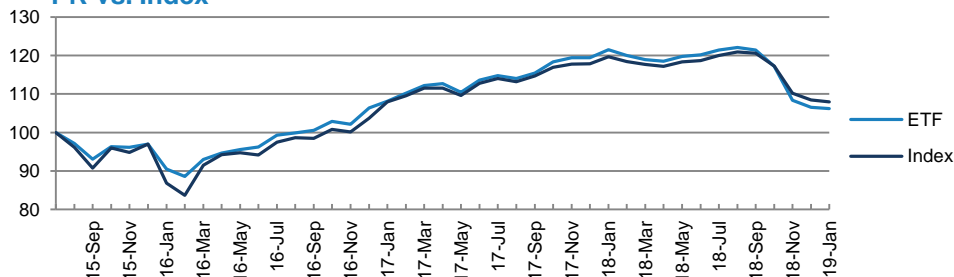
Inception is August 10, 2015

Name	1 Month	3 Month	YTD	1-Year	3-Year	Since Inception
Lysander-Slater Preferred Share ActivETF	-0.33%	-9.32%	-0.33%	-12.55%	5.46%	1.75%
S&P/TSX Cdn Preferred Share (TR) Index	-0.50%	-7.93%	-0.50%	-9.81%	7.51%	2.43%

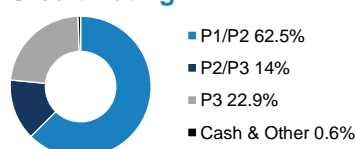
Top 10 Holdings as of January 31, 2019

Name	%
SUN LIFE FINANCIAL PFD	4.7
CANADIAN UTILITIES PFD	3.9
POWER FINANCIAL PFD	3.4
ROYAL BANK PFD	3.3
EMERA PFD	3.1
TRANSCANADA PFD	3.0
INDUSTRIAL ALLIANCE PFD	2.9
ROYAL BANK PFD SERIES BD	2.8
GEORGE WESTON PFD	2.7
FAIRFAX FINANCIAL PFD	2.7
Total	32.5

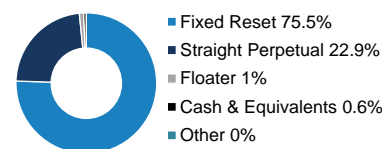
PR vs. Index



Credit Rating



Structure



See the prospectus for more details on the Lysander-Slater Preferred Share ActivETF ("ETF"). This document is not an invitation to invest in the ETF, nor does it constitute a public offering of sale. Commissions, trailing commissions, management fees and expenses all may be associated with ETF investments. 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.

Please read the prospectus before investing. ETFs are not guaranteed, their values change frequently and past performance may not be repeated. You will usually pay brokerage fees to your dealer if you purchase or sell units of the ETF on the Toronto Stock Exchange ("TSX"). If the units are purchased or sold on the TSX, investors may pay more than the current net asset value when buying units of the ETF, and may receive less than the current net asset value when selling them. ©Lysander Funds is a registered trademark of Lysander Funds Limited

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