

Lysander-Slater Preferred Share ActivETF

March 2017



TSX: PR

Fund Information

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

INCEPTION
August 10,
2015

AUM
\$58.3 mil
as of
3/31/17

MER
1.03%
as of 12/31/16
(Audited)

CURRENT YIELD
(before fees)
4.7%
as of 3/31/17

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

In March, the Lysander-Slater Preferred Share *ActivETF* ("the ETF") posted a monthly return of 1.79% and year-to-date the Fund is up 5.45%. Even with the 5 year GoC bond staying flat for the month, the discounted fixed-resets portion of the preferred share market has led the charge with further capital appreciation. Investor expectation of higher interest rates in the US, combined with a stronger than expected Canadian economy, and a muted supply of Preferred Share new issuance, can be attributed to such performance. Looking forward, we will continue to position our portfolio in quality issues aiming to preserve client capital and take advantage of opportunities that we see as undervalued on a risk/reward basis.

Monthly Podcast

Request an audio playback from **Doug Grieve** for an in-depth market commentary:

Please email: Richard Ngo

rngo@slaterassetmanagement.com

Performance as of March 31, 2017

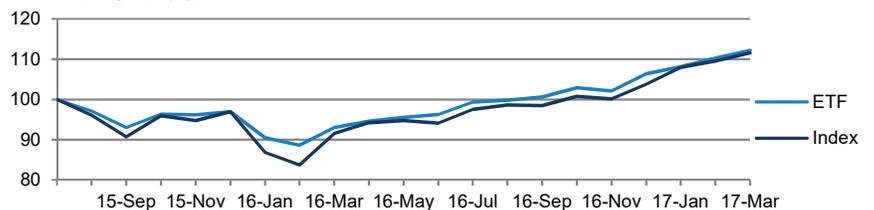
Inception is August 10, 2015

| Name | 1 month | 3 months | YTD | 1 year | Since Inception |
|--------------------------------------------------|---------|----------|--------|--------|-----------------|
| Lysander-Slater Preferred Share <i>ActivETF</i> | 1.79% | 5.45% | 5.45% | 20.64% | 7.27% |
| S&P/TSX Cdn Preferred Share (Total return) Index | 1.81% | 7.51% | 7.51% | 21.87% | 6.87% |
| Outperformance | -0.02% | -2.06% | -2.06% | -1.23% | 0.40% |

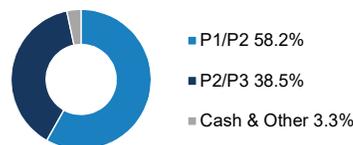
Top 10 Holdings as of March 31, 2017

| Name | % |
|-------------------------|-------------|
| INDUSTRIAL ALLIANCE PFD | 6.8 |
| MANULIFE FINANCIAL PFD | 5.0 |
| ENBRIDGE INC PFD | 3.6 |
| CANADIAN UTILITIES PFD | 3.6 |
| GEORGE WESTON PFD | 3.1 |
| ENBRIDGE INC PFD | 3.0 |
| GREAT WEST LIFE PFD | 2.8 |
| ENBRIDGE INC PFD | 2.8 |
| POWER FINANCIAL PFD | 2.7 |
| TORONTO DOMINION PFD | 2.6 |
| Total | 38.7 |

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 the historical annual compounded total returns for the period indicated including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unit holder 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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