

# Leith Wheeler Income Advantage Fund

Summary of Investment Portfolio as of September 30, 2017

## FUND DETAILS

Asset Class	Balanced
Total Fund Assets	\$80.5 million
Series	B
Series Inception Date	December 21, 2010
Fund Inception Date	December 21, 2010
Minimum Investment	\$25,000 directly through Leith Wheeler \$5,000 through other registered dealers
RRSP/RRIF Eligible	Yes
Number of Holdings	193
Benchmark	Internal Benchmark Available Upon Request
Distribution Frequency	Monthly
MER	0.85%
Fund Code	LWF017
Effective Yield	3.26%

## REASONS TO OWN

- Source of monthly income for taxable investors with some potential for growth
- Actively managed balanced portfolio of equities, investment grade bonds, preferred shares, high yield and senior loans
- Tax-aware approach to investing
- Low to medium investment risk

## FUND OBJECTIVE

To provide investors with a relatively stable source of tax efficient monthly income, with some potential for long term growth through capital appreciation and growth in dividends. The Fund derives its income from allocating its investments primarily among fixed income securities, preferred shares, and dividend paying equities.

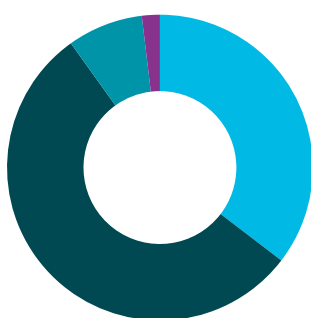
## INVESTMENT STYLE

We take a conservative, disciplined approach to managing our Income Advantage Fund. We will adjust the investment mix between fixed income and equity securities as opportunities arise.

Fixed income securities are chosen to provide safety of capital, liquidity, and strong cash flows. To manage risk, we set targets for duration, sector and credit quality factors which align with our interest rate outlook, industry sector and credit views. We aim to add value by generating yield using a relative valuation approach and investing in investment grade corporate bonds, high yield bonds, preferred shares, and other fixed income securities.

Within the dividend paying equity component, we utilize a value investment philosophy, applying bottom-up, fundamental analysis to all investment decisions. Our investment goal has always been to protect our client's capital while offering superior investment growth, regardless of economic conditions. We approach this challenge by seeking out companies with stable earnings and reasonable business valuations and never investing unless we have a high level of comfort in the long term business model and management team.

## ASSET ALLOCATION (% OF NET ASSET VALUE)



- Canadian Equity 35.4%
- Fixed Income 54.7%
- Preferred Shares 8.0%
- Cash & Cash Equivalents 1.9%

## TOP 10 HOLDINGS (% OF NET ASSET VALUE)

Leith Wheeler Canadian Dividend Fund, Series A	35.7%
Leith Wheeler Multi Credit Fund, Series A	7.6%
Royal Bank of Canada 3.31% January 20, 2026	1.6%
Enbridge Pipelines Inc. 3.45% September 29, 2025	1.3%
Bank of Nova Scotia 1.9% December 02, 2021	1.3%
Bank of Nova Scotia 2.09% September 09, 2020	1.2%
Bank of Montreal 2.27% July 11, 2022	1.1%
Enbridge Inc. Preferred Shares Series B	1.0%
Toronto Dominion Bank 2.621% December 22, 2021	0.9%
Canadian Mortgage Pools 97506898 1.475% April 01, 2021	0.8%

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## ANNUALIZED RETURNS

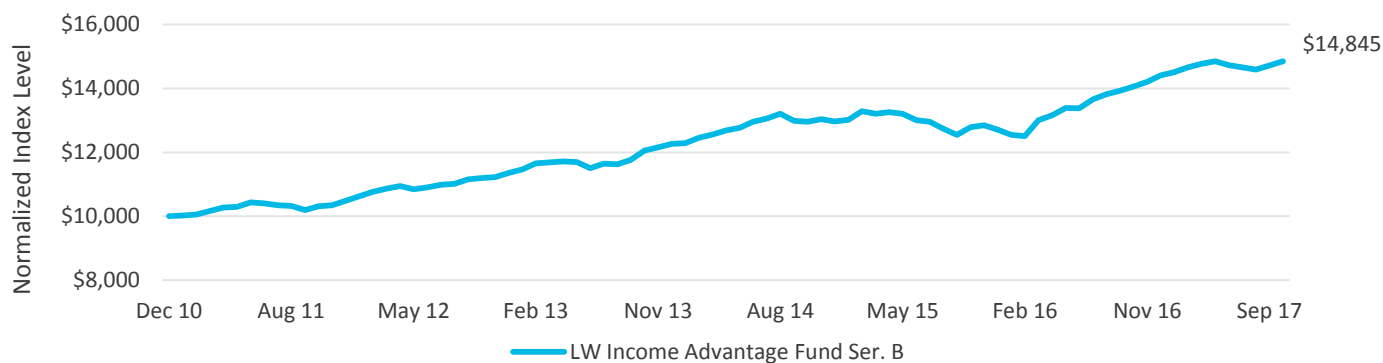
	3 Months	YTD	1 Year	3 Years	5 Years	10 Years
Fund (Post Fee)	1.3%	3.0%	6.6%	4.6%	5.9%	n/a

\* series inception date

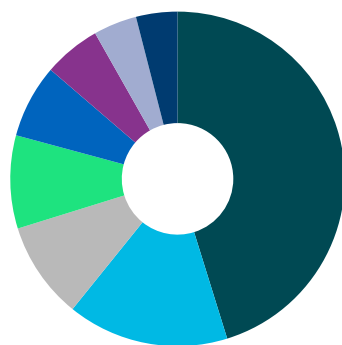
## CALENDAR YEAR RETURNS

	YTD	2016	2015	2014	2013	2012	2011	2010	2009	2008
Fund (Post Fee)	3.0%	13.4%	-2.0%	5.7%	8.1%	8.3%	4.6%	n/a	n/a	n/a

## PERFORMANCE HISTORY (GROWTH OF \$10,000 OVER 10 YEARS OR SINCE INCEPTION)



## SECTOR ALLOCATION (% OF EQUITY)



- Financials 45.2%
- Industrials 15.6%
- Energy 9.4%
- Utilities 9.0%
- Real Estate 7.1%
- Information Technology 5.5%
- Consumer Staples 4.2%
- Consumer Discretionary 4.0%

## FIXED INCOME BREAKDOWN (% OF FIXED INCOME)

Corporates	77.5%
High Yield	12.2%
Maples	5.5%
Municipals	2.5%
Federals	2.3%

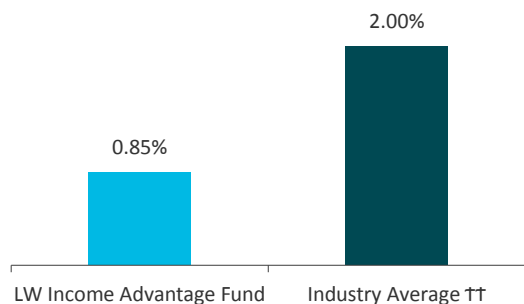
## FIXED INCOME DETAILS

Average Credit Quality	A
Modified Duration	4.3 Years
Average Term	5.3 Years

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## MANAGEMENT EXPENSE RATIO



† Cash and cash equivalents includes other assets and liabilities

Reg. T.M., M.K. Leith Wheeler Investment Counsel Ltd.  
M.D., M.K. Leith Wheeler Investment Counsel Ltd.  
Registered, U.S. Patent and Trademark Office.

Leith Wheeler Investment Counsel Ltd. is the manager and primary investment advisor for the Leith Wheeler Mutual Funds. Leith Wheeler Investment Funds Ltd. is the principal distributor of the Leith Wheeler Mutual Funds. Leith Wheeler Mutual Funds are also distributed through authorized dealers. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing.

The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed or covered by the Canada Deposit Insurance Corporation, Leith Wheeler, or any other deposit insurer. Fund values change frequently and past performances may not be repeated. Just as performance can move up and down, so too can distributions; distribution history should not be used to predict future distributions. The summary of the investment fund's portfolio may change due to ongoing portfolio transactions.

Additional information about the Leith Wheeler Funds is available in the Funds' Annual Information Form, Fund Facts, Management Report of Fund Performance and financial statements. You can get a copy of the Simplified Prospectus, and the other documents, at no cost by calling 1-866-292-1122, on our website at [www.leithwheeler.com](http://www.leithwheeler.com) or by contacting your dealer. These documents and other information about the Funds, such as information circulars and material contracts, are available at [www.sedar.com](http://www.sedar.com).

This summary is not intended to provide advice, recommendations or offers to buy or sell any product or service. The information provided is compiled from our own research that we believe to be reasonable and accurate at the time of writing, but is subject to change without notice.

[LeithWheeler.com](http://LeithWheeler.com)

### Vancouver Office

Suite 1500 – 400 Burrard Street  
Vancouver, British Columbia V6C 3A6  
Tel: 604.683.3391  
Fax: 604.683.0323

### Calgary Office

Suite 570 – 1100 1st Street SE  
Calgary, Alberta T2G 1B1  
Tel: 403.648.4846  
Fax: 403.648.4862

### Toronto Office

Suite 1801 – 145 King Street W  
Toronto, Ontario M5H 1J8  
Tel: 416.646.8240  
Fax: 416.646.8249