

Leith Wheeler Corporate Advantage Fund Series F

Summary of Investment Portfolio as of August 31, 2017

Fund Objective:

To provide a relatively stable source of monthly income. The Fund will invest in fixed income securities (including corporate bonds, preferred shares, high yield debt, loans, convertible debt and guaranteed mortgages).

Investment Style:

We take a conservative, disciplined approach to managing our Corporate Advantage Fund. 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 in the Corporate Advantage Fund 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. Safety and liquidity are the focus of our approach to fixed income investing.

Fund Details:

Asset Class	Fixed Income	Minimum Investment	\$5,000; \$1,000 for additional purchases
Fund Size	\$107.5 million	RRSP/RRIF Eligible	Yes
Fund Inception Date	May 29, 2014	Distribution Frequency	Monthly
Series Inception Date	September 11, 2015	MER	0.50% + taxes
Effective Yield	2.92% (before fees)	Fund Code	LWF032
Number of Holdings	227	Modified Duration	4.4 Years
Average Quality	A	Average Term	5.2 Years

Performance History of F Series (Annualized over 1 Year):

	1 Month	3 Months	YTD	1 Year	Since Inception (Sept. 11, 2015)
Corporate Advantage Fund	0.6%	-0.6%	2.7%	3.1%	3.9%

Distribution History of F Series:

	Dist./Unit	Per \$10,000		Dist./Unit	Per \$10,000
Mar-17	\$0.0152	\$15.44	Jun-17	\$0.0487	\$49.79
Apr-17	\$0.0245	\$24.66	Jul-17	\$0.0217	\$22.36
May-17	\$0.0290	\$29.30	Aug-17	\$0.0211	\$21.61

Top 10 Holdings (% of Net Asset Value):

LW High Yield Bond Fund Series A (CAD Hedged)	7.0%
Royal Bank of Canada FF 3.31% January 20, 2026	2.4%
Bank of Nova Scotia 1.83% April 27, 2022	2.0%
Enbridge Pipelines Inc 3.45% September 29, 2025	2.0%
Bank of Montreal 1.88% March 31, 2021	2.0%
Royal Bank of Canada 1.97% March 2, 2022	1.7%
Bank of Nova Scotia 1.90% December 2, 2021	1.4%
Pembina Pipeline 2.98% January 20, 2024	1.4%
Bank of Montreal 1.61% October 28, 2021	1.3%
Enbridge Inc Preferred B	1.3%

Sector Mix (% of Net Asset Value):

Investment Grade Corporates	78.2%
Preferred Shares	10.7%
High Yield	7.0%
Federals/Municipals	3.8%
Cash & Cash Equivalents [†]	0.3%

Credit Rating (% of Net Asset Value):

AAA	6.6%
AA	14.9%
A	34.8%
BBB	36.8%
BB	2.2%
B	4.6%
CCC	0.1%

Monthly Commentary:

The Leith Wheeler Corporate Advantage Fund increased by 0.6% in August, after fees and expenses. Investment grade bonds and high yield bonds in the Fund rose by 0.9% and 0.2% respectively, while preferred shares declined by 1.1%.

In preferred shares, thin trading volume, geopolitical risk between the United States and North Korea and the risk of a U.S. government shutdown were all reasons behind the risk aversion bias leading to a flight to safety that pushed yields lower. However, the month ended on a positive note with the Canadian economy growing at an annualized rate of 4.5% during the second quarter. Fixed rate-reset issues, which we overweight, were the worst performers in the preferred share space in August. Pipeline issuers such as **Enbridge** and **TransCanada** (which accounts for 23% of all Fixed Rate-Resets by market value), were hurt by lower energy prices and outages that weighed in on sector results.

In investment grade bonds, we added to our Real Estate exposure (**CT Real Estate Investment Trust**) and rotated some proceeds out of Financial issuers, in particular Banks (**Toronto-Dominion Bank**).

High yield performance has been loosely correlated with equity markets in the last few months, posting respectable total returns through modest spread tightening and coupon returns. The United States equity softness in August also led to a slight high yield spread widening; resulting in index level OAS spreads similar to early 2017 levels.

In late 2016 and early 2017 we have seen a convergence of leveraged loan asset class yields and broad high yield yields (3 year takeout/maturity comparison). High yield spreads have compressed and loan yields have been stable to increasing as LIBOR has increased. Loans rank higher in corporate capital structures, have historically higher recovery rates and offer partial protection from rising interest rates with LIBOR resets every quarter (floating rate product). Given these characteristics, the relative value proposition for loans against high yield is more compelling today compared to a year ago. The high yield component of the Leith Wheeler Corporate Advantage Fund allows some flexibility to hold up to 10% of AUM in loans, we have three secured loan investments in the portfolio: **Everi Payments**, **Kinetic Concepts** and **Dell Technologies**.

† Cash and cash equivalents includes other assets and liabilities

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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 securityholder 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.

The forward looking information contained in this summary is based on our current expectations about future events. Forward-looking statements are not guarantees of future performance, the assumptions upon which they are based may not prove to be accurate. Actual results could differ materially from those expressed. Do not place undue reliance on forward-looking statements.

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 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.

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.

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