

## Leith Wheeler U.S. Small/Mid-Cap Equity Fund Series F Summary of Investment Portfolio as of August 31, 2017

### Fund Objective:

To provide superior long term investment returns by investment primarily in a broad range of small and mid-capitalization U.S. companies. The Fund is not restricted by industry sector or size, although portfolio diversification is a consideration in the selection of securities for the fund.

### Investment Style:

We utilize a value approach to stock selection, applying bottom-up, fundamental analysis to all investment decisions. Our investment goal is to protect our client’s capital while offering superior investment growth, regardless of economic conditions. We seek to invest in companies with stable earnings with a long term business model and management team that we have a high level of comfort in. We focus on finding companies with a proven track record of paying and increasing their dividend over time.

As value investors, we tend to invest in companies when they are viewed as “out of favour” by the market and have declined in price. Companies can become undervalued when there is a lack of investor awareness, when an entire industry is out of favour with investors, or when a company experiences a short-term difficulty which, following careful analysis, we believe can be overcome. By purchasing these companies after a price decline, we find we are able to control risk in the portfolio as these investments often have less downside risk while offering a decent potential return.

### Fund Details:

Asset Class	U.S. Equity	Minimum Investment	\$5,000; \$1,000 for additional purchases
Fund Size	\$60.4 million	RRSP/RRIF Eligible	Yes
Fund Inception Date	October 31, 2016	Distribution Frequency	Quarterly
Series Inception Date	October 31, 2016	MER	0.95% + taxes
Dividend Yield	1.32% (before fees)	Fund Code	LWF048
Number of Holdings	22		

### Distribution History of F Series:

	Dist./Unit	Per \$10,000
Mar-17	\$0.0038	\$3.42
Jun-17	\$0.0030	\$2.72

### Monthly Commentary:

Some of the top performing names in the Leith Wheeler U.S. Small/Mid-Cap Equity Fund in August were **USG Corp** and **Brookfield Infrastructure**. The bottom performers in the Fund were **CommScope** and **Tetra Tech**.

**CommScope**, a leading provider of telecommunications equipment, including wireline and wireless components and subsystems, was the bottom performer in the Fund in August. The company took their Q3 and full year guidance lower and cited the fiber connectivity business (~20% of total sales) as a source of the weakness. Overall, we believe near-term

trends for CommScope’s connectivity business remains robust as guidance cut was primarily capex timing delays by AT&T for the new government-financed public safety wireless network.

**Brookfield Infrastructure**, one of the largest owners and operators of global infrastructure networks, was one of the top performers in the Fund, as the company experienced solid Funds from Operations (FFO) growth up 28% year over year driven by NTS’ initial contribution and solid overall organic growth, with a slight offset on FX and corporate costs.

There were no new additions or deletions from the Fund over the month. As always, bottom-up fundamental analysis is key to our investment decision-making process, and we continue to seek out companies with sustainable advantages and reasonable business valuations.

**Top 10 Holdings (% of Net Asset Value):**

Brookfield Infrastructure Partners	5.8%
Live Nation Entertainment	5.5%
Carlisle Cos Inc	5.0%
Starwood Property Trust	4.7%
Axalta Coating Systems	4.3%
USG Corp	4.1%
Keysight Technologies	4.0%
Tri Pointe Group	3.9%
Wyndham Worldwide Corp	3.9%
Orbital ATK Inc	3.9%

**Sector Mix (% of Net Asset Value):**

Materials	4.3%
Industrials	28.6%
Consumer Discretionary	21.1%
Financials	8.1%
Information Technology	7.8%
Utilities	5.8%
Real Estate	6.0%
Cash & Cash Equivalents†	18.3%

† Cash and cash equivalents includes other assets and liabilities

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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](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.

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