Fund Facts

Fund Unit Value:
March 30, 2012
$10.7527

Inception Date:
June 15, 2010

RRSP Eligible:
Yes

Seymour Investment Management was founded in 2010 with a vision of creating an employee-owned, client-focused investment boutique with a unique service offering. Seymour provides fee-based discretionary investment management services to both individual and institutional clients.

The Seymour Canadian Equity Fund

The investment objective of the Canadian Equity Fund is to achieve attractive risk-adjusted investment returns by investing in a diversified portfolio of 30 - 35 Canadian equities. The Canadian Equity Pool invests primarily in mid capitalization companies and may include selected small and large capitalization companies.

The fee structure for the Canadian Equity Fund is based on an annual management fee of 1%.

PERFORMANCE

AS AT MARCH 30, 2012

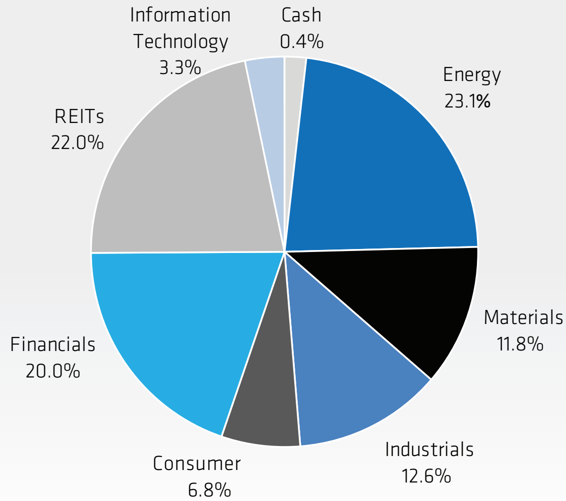
Total Return for the Period (%)[1]	3 Mo	YTD	1 Yr	Since Inception[3]
Seymour Canadian Equity Fund[2]	**7.1%**	**7.1%**	**-4.6%**	**7.1%**
S&P/TSX Composite Total Return Index	4.4%	4.4%	-9.8%	5.0%

1 The indicated rates of return are the total returns for the period indicated, including changes in security value and the reinvestment of all distributions and do not take into account income taxes payable that would have reduced returns. The funds are not guaranteed; their values change frequently and past performance may not be repeated.

2 NAV performance is shown net of fees and expenses

3 Annualized since inception date of June 15, 2010

EQUITY SECTORS



Portfolio Management Expertise

CARL HOYT, CFA
PRESIDENT

Carl Hoyt began his career in the investment management industry in 1985 in equity research with Pemberton Securities, a Canadian investment dealer. In 1989, Carl joined Goepel Shields & Partners as an equity research analyst and became a director of the firm. Carl co-founded Cypress Capital Management in 1998, and as Chief Investment Officer, he was instrumental in the firm's growth from its inception to over $4 billion in assets under management.

KELLY WOODALL, CFA
PARTNER

Kelly Woodall began her career in high net worth private client investment management in 1997. Beginning in 2000, Kelly spent seven years working in sell-side equity research. During this time, she covered a number of different stocks and industries. In 2006, Kelly left the sell side and returned to investment management. In recent years, Kelly has been a lead portfolio manager on various small capitalization and equity income portfolios, accounting for approximately $2 billion in assets under management.

Q1 Commentary: Seymour Canadian Equity Fund

APRIL 12, 2012

We are pleased to report that the Seymour Canadian Equity Fund enjoyed strong performance in the first quarter, climbing 7.1% and outperforming the S&P/TSX Composite Total Return Index's 4.4% return. Individual security selection was a strong contributor to the outperformance.

Improvements in the macro environment helped sentiment and risk appetite early in the quarter, allowing cyclicals to outperform. Methanex Corp., the world's leading producer and marketer of methanol, was the Fund's best-performing holding, climbing 39.3%. Risk appetite abated later in the quarter, however, as concerns over slower growth in China and a reduced likelihood of any imminent QE3 announcement led to a correction in commodity prices and resource equities.

Crude oil remained strong in the quarter, supported by Iranian nuclear concerns. Oil & gas equities nevertheless continue to discount crude prices well below current spot prices on concerns of slowing global growth. The Fund's investments in Canadian Natural Resources Limited and MEG Energy Corp. performed poorly. Refinery shutdowns and a shortage of takeaway capacity contributed to widening differentials, allowed Cenovus Energy Inc. to outperform on strength in its downstream business.

Financials performed strongly during the quarter, and in fact were responsible for the bulk of the S&P/TSX Composite Index's point gain. The Canadian Banks generated strong results in the first quarter, outperforming expectations with an industry cash ROE of 18.7%. Although loan growth is moderating and competition is pressuring margins, we expect a renewed focus on cost control and a gradual increase in interest rates will offset any negative impact.

The Fund holds core investments in two asset managers – Brookfield Asset Management Inc. and Onex Corporation – which performed well in the quarter. While both companies have outstanding track records of value creation for shareholders, Brookfield invests in long-life assets including commercial real estate, power generation and infrastructure while Onex has particular expertise in aerospace, health care and industrial products. Both companies have attractive platforms, exceptional management teams, specific expertise, and long-term track records that allow them to attract third-party capital, thereby leveraging returns. Valuations remains attractive with the shares trading at a discount to the respective companies' net asset values.

Real estate equities continued to perform well despite a modest pull-back late in the quarter which coincided with a rise in bond yields. Property fundamentals remain strong and demand for real property remains robust, supported by strong availability of capital and low interest rates. Although we generally view the REIT sector as fairly valued we continue to find attractive value in selected lower-yielding real estate equities, including Brookfield Office Properties Inc. and Morguard Corporation.

In our fourth quarter report, we discussed the valuation discrepancy between defensive, high dividend-paying equities trading at lofty valuations and lower-yielding or cyclical equities trading at discounted valuations. We saw this discrepancy as an opportunity and positioned the Fund accordingly. During the quarter, we also sold Rogers Communications Inc. and Cineplex Inc. and redeployed the proceeds to increase the Fund's weightings in existing holdings. We also initiated a new position in FirstService Corp., a global provider of property services. FirstService operates three businesses: Colliers International, the third-largest company in global commercial real estate services; FirstService Residential Management, the largest manager of residential communities in North America; and The Franchise Company, North America's largest provider of property services through franchise and corporate networks. The company generates very strong cash flow, which it has successfully redeployed to grow its business and buy back shares. Valuation remains attractive, with the shares trading at a significant discount to global peers.

We are encouraged by recent improvements in the economic outlook and remain constructive on the longer-term outlook for equities. Corporate earnings remain strong and corporate cash balances remain high. Although we acknowledge macro uncertainties may present challenges for equity markets in the near term, we prefer to take a longer-term view and see volatility as an opportunity. According to TD Securities, the S&P/TSX Composite Index is trading at a price-to-earnings multiple of 13.4 times bottom-up consensus earnings estimates for 2012 and 11.7x for 2013. This represents a significant discount to its historical average multiple of 14.5 times, and an even wider discount to historical market valuations during periods of low interest rates. We continue to find attractive opportunities for investment.