Fund Facts

Fund Unit Value:
December 31, 2020
$18.8620

Inception Date:
December 31, 2013

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.

Only accredited investors or investors who satisfy the minimum amount investment as defined by applicable securities legislation may invest in the Seymour Pooled Funds. These materials are for information only and do not constitute an offer to sell or a solicitation to buy units of this Fund.

Seymour Mid-Cap Equity Fund

The investment objective of the Seymour Mid-Cap Equity Fund is to achieve attractive risk-adjusted investment returns over the long term by investing in a diversified portfolio of 20 - 30 Canadian equities. The Mid-Cap Equity Fund will invest primarily in mid-capitalization companies and may include selected small- and large-capitalization companies.

The fee structure for the Mid-Cap Equity Fund is based on an annual management fee of 1% of the net asset value.

PERFORMANCE

AS AT DECEMBER 31, 2020

Total Return for the Period (%)[1]	QTR	1YR	3 YR[4]	5 YR[4]	Since Inception[3]
Seymour Mid-Cap Equity Fund[2]	**14.7%**	**12.5%**	**8.6%**	**11.5%**	**10.2%**
S&P/TSX Completion Total Return Index	13.3%	6.0%	5.2%	8.5%	5.2%

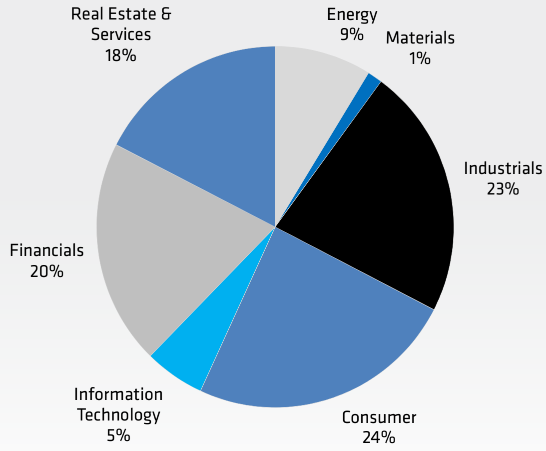
1 The indicated rates of return are the total returns for the period indicated, including changes in security value and the reinvestment of all distributions and do not take into account income taxes payable that would have reduced returns. The funds are not guaranteed; their values change frequently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

2 NAV performance is shown net of fees and expenses

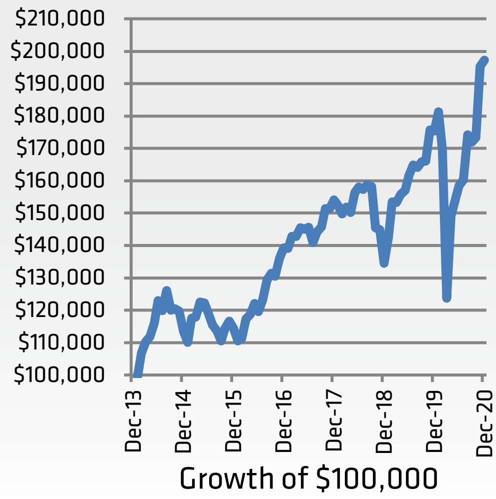
3 Annualized since inception date of December 31, 2013

4 Returns over one year are annualized

INDUSTRY SECTOR BREAKDOWN



GROWTH SINCE INCEPTION[3]



Seymour Investment Management

Seymour Investment Management Ltd. | 1285 West Pender Street, Suite 900 | Vancouver, B.C. V6E 4B1
Main: (604) 659-1722 | info@seymourinvest.ca | www.seymourinvest.ca

Q4 Commentary: Seymour Mid-Cap Equity Fund

Equity markets rallied in Q4 on news of positive COVID vaccine developments and optimism regarding the global economic outlook. The Seymour Mid-Cap Equity Fund has performed strongly, climbing 14.7% in Q4 and 12.5% in 2020. For reference, the benchmark S&P/TSX Completion Total Return Index returned 13.3% in Q4 and 6.0% in 2020. While the Fund's gains were broad-based, a number of stocks recorded noteworthy performance, which we discuss below.

Consumer discretionary stocks rebounded in the quarter in anticipation of a recovery in consumer spending as the economy continues to reopen, supported by high savings, stimulus cheques and pent-up demand. Auto parts manufacturers rebounded strongly and Linamar Corporation climbed 70.2% in Q4 on expectations of a cyclical recovery and improvements in the agricultural outlook. Fashion boutique Aritzia Inc. climbed 48.0% in Q4, reflecting very strong execution during the pandemic and expectations of a recovery in apparel sales.

Following a pause in corporate transactions earlier this year, we have seen a resumption in merger & acquisition activity. Regional casino operator Great Canadian Gaming Corp. reached an agreement to be acquired by private equity player Apollo Global Management Inc. for $39/share, representing a 35% premium to the stock's previous day's closing price, and the bid was subsequently increased to $45/share following pushback by shareholders. The stock contributed materially to the Fund's performance.

Airline and aerospace stocks performed strongly in anticipation of an eventual rebound in commercial air travel. Landing gear and parts manufacturer Héroux-Devtek Inc. rebounded 52.6% in Q4, yet the stock's valuation remains compelling and we would note that recent M&A activity in the aerospace and defense industry supports a higher valuation for the stock.

Shares of CAE Inc., a global leader in civil aviation and defense training, climbed 81.1% in Q4. Although CAE continues to face challenges related to COVID-19 and a dramatic decline in air travel, pilot training is a regulated activity and CAE continues to operate the majority of its training centres under reduced hours, and provide mission-critical defense training. The strength of CAE's business model has been tested during this historic aviation downturn, and we were encouraged to see the company generates profitability and free cash flow while operating its civil training centres at low levels of utilization. The company has taken aggressive actions to structurally reduce costs and preserve liquidity, and we believe CAE is well-positioned to leverage its leadership position longer term and create tremendous shareholder value through profitable growth.

Real Matters Inc. detracted from performance in the quarter, falling 26.0%. Real Matters provides property appraisal, insurance inspection, title search, and mortgage closing services using a proprietary and innovative network management platform. The company has been a strong beneficiary of lower interest rates, which have driven record volumes in the US housing market, both for new home purchases and refinancing. Banks and mortgage appraisers have been unable to keep up with demand for mortgage refinancings, which has prompted government agencies in certain circumstances to waive the requirement for a home appraisal, limiting Real's ability to capture the surge in demand. This news caught investors by surprise, as did the unexpected retirement of the company's CEO, who was well regarded. In our discussions with management, we do not expect any changes in strategy/operations and we remain confident in the company's ability to execute on its longer term vision. Although volatility in U.S. mortgage originations will continue to cause lumpiness in REAL's quarterly results, the company continues to grow market share with the top 100 lenders and we see an attractive long-term opportunity in titles & closing.

Shares of vitamin and nutritional supplement manufacturer Jamieson Wellness Inc. (-14.3% in Q4 +40.3% in 2020) pulled back on concerns that vitamin sales could slow following vaccine roll-outs, and as investors rotated out of stocks that performed well during the pandemic into 'recovery' stocks. Jamieson has a strong track record of innovation and a very well-established brand, and we see a long runway for the company to continue to diversify and grow in international markets, including China.

As we look forward, we expect the pandemic will continue to create challenges for a number of companies and industries, however, the ongoing roll-out of COVID vaccines should ultimately support the continued reopening of the economy. The outlook for growth in corporate profits is favourable, supported by structural cost reductions and attractive borrowing rates. Additionally, we expect to see a resurgence in M&A activity, which should be supportive of equity prices.

CARL HOYT, CFA

Carl began his investment career in sell-side equity research in 1985. In 1998, Carl co-founded Cypress Capital Management where he remained until 2008. Carl founded Seymour in 2010 with a vision of building an employee-owned investment boutique with a strong investment culture and excellent client service.

KELLY WOODALL, CFA

Kelly began her career in investment management in 1997. From 2000 – 2006, Kelly was a sell-side equity research analyst, providing research coverage of a variety of industry sectors and companies. Since 2007, Kelly has been a portfolio manager on various Canadian Equity, Small-Capitalization, and Balanced mandates.

KYLE HARRISON, CFA

Kyle began his career in 1992 in institutional sales. In 1996, Kyle joined CIBC World Markets and attained the position of Managing Director with responsibility for institutional equity sales in Western Canada and the U.S. In 2013, Kyle obtained the Family Enterprise AdvisorTM certification.

ANTHONY WERRY, CFA

Anthony began his career in 1987 at Pemberton Securities in Vancouver and held various positions there as well as at RBC Dominion Securities and Royal Bank Investment Management. In 1999, Anthony became one of the founders of Cypress Capital Management, where he remained as a managing partner until 2014.

DENNIS CHAN, CFA

Dennis Chan began his career in 2005 in equity research with Phillips, Hager & North, covering a variety of industry sectors and companies. Since 2010, Dennis has been a portfolio manager, directly managing $4B of Canadian Equity assets including Small-Cap, Dividend Income and SRI mandates.

SAMANTHA TENNANT, CFA, CPA, CA

Samantha began her career as part of the Assurance practice at PwC as a member of the Financial Services team. She joined the Seymour team in 2017 bringing an accounting and financial background to help clients meet their long-term financial goals.