

FUND FACTS

Inception Date : November 1, 2016
Fund Size (million \$) : \$22.1

Portfolio Manager : Heward Investment Management Inc.

Fund Class	Fund Number	NAV (\$)
Class A	MAJ451	\$12.58
Class F	MAJ452	\$12.41
Class O	MAJ450	\$14.49
Class D	MAJ453	N/A

Distributions	
Q1 Income Distribution (Class O)	\$0.07
YTD Income Distribution (Class O)	\$0.07
Annual Capital Gains Distribution	N/A

PERFORMANCE - Compounded Annual Returns (%)

	1 mth.	3 mths.	6 mths.	YTD	1 year	2 years	3 years	5 years	Since Inception
Heward Equity Fund	+2.08%	+10.47%	+2.19%	+10.47%	+8.18%	+7.14%			+9.06%
Global Equity Benchmark*	+1.61%	+10.31%	+0.89%	+10.31%	+6.41%	+5.45%			+7.44%

*10% FTSE TMX Canada 91 Day TBill Index / 45% S&P TSX Total Return Index / 45% MSCI World Index Total Return (C\$)

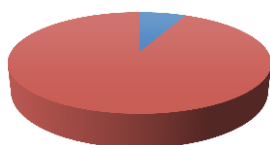
OBJECTIVES AND STRATEGY

The Heward Equity Fund seeks to achieve a superior long-term rate of return and safety of capital. The strategy is diversified across various sectors and market capitalizations in the global marketplace. The portfolio will be structured in accordance with the Manager's view of the market, therefore, sector allocations may vary significantly over time.

WHAT DOES THE FUND INVEST IN?

Current Asset Mix

CASH	7.1%
EQUITY	92.9%



Sector Allocation

CONSUMER DISCRETIONARY	7.13%
CONSUMER STAPLES	4.86%
ENERGY	12.26%
FINANCIALS	18.10%
HEALTH CARE	7.26%
INDUSTRIALS	13.32%
INFORMATION TECHNOLOGY	9.34%
MATERIALS	8.44%
COMMUNICATION SERVICES	11.52%
UTILITIES	0.68%
CASH	7.08%



TOP TEN HOLDINGS

STOCK NAME	% OF PORTFOLIO
BANK OF NOVA SCOTIA COMMON	3.55%
BLACKSTONE GROUP UNIT	3.40%
WALT DISNEY CO COMMON	3.23%
SUNCOR ENERGY INC COMMON	3.15%
WALGREENS BOOTS ALNC COMMON	3.07%
DEUTSCHE POST AG SPONSORED ADR	3.06%
CANADIAN TIRE CORP CLASS A NON VTG	2.94%
ORACLE CORP COMMON	2.93%
AT&T INC COMMON	2.85%
ALPHABET INC CLASS C	2.85%

WHO SHOULD INVEST IN THIS FUND?

The Heward Equity Fund caters to investors that value capital preservation. They aim to participate in long-term growth opportunities available in equity markets.

HOW THE FUND PERFORMED

The consensus estimates of the probability that real GDP will be falling in the quarters ahead, has now reached its highest level since 2008 (Survey of Professional Forecasters). However, the latest consensus odds remain at levels well below those that are historically associated with a recession actually occurring. Furthermore, because of demographics, technology, globalization and numerous other reasons, inflation remains quiescent and the economy continues to grow modestly. Moreover, key central banks have been fine tuning their monetary policy to avoid violent swings in the economic cycle. To the stock market, this is “Mana from Heaven” and the first quarter returns bore that out. After rebounding from their pre-Christmas lows, equities continued their run through March, with the equity fund posting a 10.47% return, slightly outperforming its benchmark at 10.31%.

Top performers for the quarter were: Koninkline DSM Spon ADR (30.90%), Gibson Energy Inc (24.68%), and TransCanada Corp (24.63%). The worst laggards during the quarter were: Walgreen Boots Alliance (-8.12%), Finning Intl (-6.93%) and Unitedhealthcare (-2.95%). In spite of the strong first quarter, investor sentiment remains mixed and pessimism seems to be the operative word when it comes to global growth expectations. The “noise” on Wall Street has been deafening as everyone is now shouting “inverted yield curve” and “bear market/recession”. If the global economy stabilizes, trade wars are averted and we see the return of capital spending, earnings expectations could surprise. The potential for last year’s tax cut functioning as it was intended (i.e. greater capex leading to higher productivity and growth) is not at all priced into the markets. Furthermore, while the headline numbers in China point towards economic weakness, green shoots of recovery are visible (Simon Hunt Strategic Services). While constructive on equities longer term, transient headwinds call for caution in the near-term to monitor the forthcoming data closely and reassessing our positions as we move through the second quarter. Contrary to popular belief, historically, the best environment for equities is in a period of modest growth and stable inflation, the “Goldilocks economy”. We may be approaching this phase again!

QUICK FACTS AND FUND CHARACTERISTICS

CHARACTERISTICS:

- Equity portfolio of Canadian and global securities
- 35-45 Holdings
- Moderate risk
- Medium to long-term appreciation

FUND TYPE: Global Equity

REGISTERED ACCOUNT ELIGIBILITY: RRSP, RESP, RRIF, IPP, TFSA

MINIMUM INVESTMENT: \$150,000 (or investors who meet criteria as “accredited investor”)

DISTRIBUTION FREQUENCY: Income: Quarterly/Capital Gains: Annually

PROVINCES OF DISTRIBUTION: QC, ON, AB, NB, BC

FUND MANAGER: Majestic Asset Management LLC

FUND ADMINISTRATOR: SGGG Fund Services Inc

CUSTODIAN: National Bank Correspondent Network

TRUSTEE: TSX Trust Company

AUDITORS: KPMG Canada

LEAD MANAGER

Renato Anzovino, CFA

Vice President, Portfolio Manager

Renato Anzovino has 20 years of experience in portfolio management. Prior to joining Heward in 2003, Mr. Anzovino was a Vice President at a prominent investment management firm. His previous experience extends to the Royal Trust and the Royal Bank Financial Group, where he was a portfolio manager for their private client division. Renato is an active member of the Montreal Society of Financial Analysts. Mr. Anzovino is also the lead Portfolio Manager of the Heward Canadian Dividend Growth Fund.

Co-managers: Maurice Conti & Willem Hanskamp

ABOUT THE FIRM

HEAD OFFICE: Montreal, Quebec

FOUNDED: In 1981 and remains independently owned by the principals of the firm, thus ensuring its continued independence

STAFF: 20

PORTFOLIO MANAGERS: Stable and experienced investment management team of 6 with almost 200 years of combined experience

INVESTMENT STYLE: Growth at a Reasonable Price (GARP) with value basis.

INVESTMENT PROCESS: Top-down / Bottom-up

INVESTMENT OBJECTIVE: To provide long term growth and preservation of capital

ASSETS UNDER MANAGEMENT: Approximately \$699 million

FOR MORE INFORMATION

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Performance is calculated after brokerage costs, but before management fees. Management fees and administrative expenses all may be associated with pooled fund investments. Please read the offering memorandum before investing. The indicated rates are the historical compound total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Pooled funds are not guaranteed, their value changes frequently and past performance may not be repeated. The Global Equity Benchmark has been used since the inception of the Heward Equity Fund on November 1st, 2016. It reflects the Fund's investment policy of 45% Canadian equity, 45% global equity and 10% cash (+/- 20%). The blended returns are calculated by Heward Investment Management Inc. using end of day index level values licensed from MSCI (“MSCI Data”). For the avoidance of doubt, MSCI is not the benchmark “administrator” for, or a “contributor”, “submitter” or “supervised contributor” to, the blended returns, and the MSCI Data is not considered a “contribution” or “submission” in relation to the blended returns, as those terms may be defined in any rules, laws, regulations, legislation or international standards. MSCI Data is provided “AS IS” without warranty or liability and no copying or distribution is permitted. MSCI does not make any representation regarding the advisability of any investment or strategy and does not sponsor, promote, issue, sell or otherwise recommend or endorse any investment or strategy, including any financial products or strategies based on, tracking or otherwise utilizing any MSCI Data, models, analytics or other materials or information.