



FUND FACTS

Inception Date: November 1, 2016
Fund Size (million \$): \$23.2

Portfolio Manager: Heward Investment Management Inc.

Fund Class	Fund Number	NAV (\$)
Class F	MAJ452	14.02
Class O	MAJ450	15.99
Class D	MAJ453	0.00

Distributions	
Q1 Income Distribution (Class O)	0.10
YTD Income Distribution (Class O)	0.10
Annual Capital Gains Distribution	0.00

PERFORMANCE - Compounded Annual Returns %

	1 mth.	3 mths.	6 mths.	YTD	1 year	2 years	3 years	5 years	10 years	Since Inception
EQUITY FUND	0.14	3.69	8.40	3.69	-3.40	7.18	15.29	7.65		8.09
GlobalEquityBenchmark	0.91	5.41	12.01	5.41	-2.36	4.83	14.13	7.49		7.64

*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.

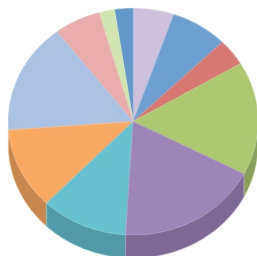
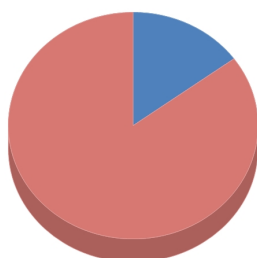
WHAT DOES THE FUND INVEST IN?

Current Asset Mix

CASH	15.68%
EQUITY	84.32%

Sector Allocation

COMMUNICATION SERVICES	4.87%
CONSUMER DISCRETIONARY	6.45%
CONSUMER STAPLES	3.11%
ENERGY	12.57%
FINANCIALS	16.04%
HEALTH CARE	10.04%
INDUSTRIALS	9.23%
INFORMATION TECHNOLOGY	12.53%
MATERIALS	5.37%
REAL ESTATE	1.86%
UTILITIES	2.23%



TOP TEN HOLDINGS

STOCK NAME	% OF PORTFOLIO
SCHNEIDER ELECT SE UNSPON ADR	3.31
WALMART INC COMMON	3.11
BANK OF NOVA SCOTIA COMMON	3.02
TORONTO DOMINION BK COMMON	2.95
TELUS CORP COMMON	2.93
INTACT FINANCIAL COMMON	2.82
DOLLARAMA COMMON	2.72
QUALCOMM INC COMMON	2.61
WHITECAP RESOURCES COMMON	2.58
BARRICK GOLD CORP COMMON	2.38

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

Global central bankers are finding themselves caught between a global economy that is doing well, stubborn inflation and a banking shock. Surprising signs of economic vitality from the U.S. to China and Europe are complicating the fight to bring down inflation. The strong economic data has confounded predictions that the global economy was set for one of its weakest years in decades, leaving central bankers with little options but to keep raising rates. However, the problems within the global banking sector threatened to throw a monkey wrench into the financial system. Even with the Federal Reserve walking a tightrope between inflation and a banking turmoil, markets end the quarter on a positive note. Our cautiousness and underweight equity position caused our portfolio to underperform its benchmark (3.69% vs 5.41%).

Many economy watchers have been predicting recession, though with significant differences on the odds and timing. Recent banking developments, however, have made recession more likely and may have accelerated its onset. The latest bank issues have shed new light on Fed policy, which just a few weeks ago looked like more tightening to fight inflation. Many had said that rate hikes and Quantitative Tightening would continue until something broke, and bank failures would seem to qualify. In the Fed's view this is beneficial, as tighter credit conditions will weigh on economic activity. This does not necessarily mean that the Fed is finished tightening, but that tightening will now come from an additional source as banks reduce credit availability. The effect is not small either. Some estimates say that it will be the equivalent of the Fed hiking as much as 100 basis points. Even with the post 2008 reforms having made the economy somewhat less leveraged, it is hard to see how an eventual recession can be avoided. Given this outlook, we continue to take a cautious stance, choosing to remain underweight equities. Our portfolios are focused for: 1) recession protection, 2) cash flow aristocrats, and 3) energy security. These support our focus on energy and healthcare, while we wait for market opportunities to revise/add to other sectors.

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, TFSA, IPP

MINIMUM INVESTMENT: \$150,000 (or investors who meet criteria of "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 Independent Network

TRUSTEE: TSX Trust Company

AUDITORS: KPMG Canada

LEAD MANAGER



Renato Anzovino, CFA

Partner & Senior Portfolio Manager

Renato Anzovino has 30 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: 17

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 capital growth and preservation of capital

ASSETS UNDER MANAGEMENT: Approximately \$680 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.