



FUND FACTS

Inception Date: November 1, 2016
Fund Size (million \$): \$68.2

Portfolio Manager: Heward Investment Management Inc.

Fund Class	Fund Number	NAV (\$)
Class F	MAJ652	10.42
Class O	MAJ650	12.10
Class D	MAJ653	0.00

Distributions	
Q1 Income Distribution (Class O)	0.08
YTD Income Distribution (Class O)	0.08
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
INCOME FUND	0.38	1.96	2.53	1.96	-0.62	-0.10	2.86	2.42		2.59
FixedIncomeBenchmark	1.99	3.01	3.22	3.01	-1.51	-2.79	-1.38	0.95		0.76

*10% FTSE TMX Canada 91 Day TBill Index, 90% FTSE-TMX Canada Universe Bond Index

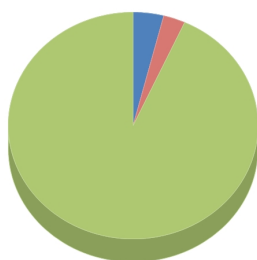
OBJECTIVES AND STRATEGY

The Heward Income Fund seeks to generate long term capital appreciation and investment income to provide an attractive total investment return. The fund invests in a diversified basket of debt securities, preferred shares, income trusts, real estate investment trusts, hybrid products and common shares.

WHAT DOES THE FUND INVEST IN?

Current Asset Mix

CASH	4.34%
EQUITY	3.04%
FIXED INCOME	92.62%
Corporate	62.14%
Federal Government	12.09%
Preferred Shares	8.64%
Provincial Government	9.77%



TOP TEN HOLDINGS

HOLDING NAME	% OF PORTFOLIO
CANADA GOVT 2.000 JUN 01 28	6.92
CANADA GOVT 1.000 JUN 01 27	3.39
PROVINCE OF QUEBEC 2.75 SEP 01 25	2.87
PROV BRITISH COLUMBIA 3.20 JUN 18 32	2.87
QUEBEC PROV 2.500 SEP 01 26	2.84
CENTRAL 1 CR UN 1.323 JAN 29 26	2.64
CANADIAN WESTERN BK 1.570 SEP 14 23	2.60
BELL CANADA 2.700 FEB 27 24	2.52
SAPUTO INC MEDIUM TE 2.827 NOV 21 23	2.48
PEMBINA PIPELINE 2.560 JUN 01 23	2.21

WHO SHOULD INVEST IN THIS FUND?

The Heward Income Fund caters to risk-averse investors. They seek a steady stream of income through exposure to fixed income securities.

HOW THE FUND PERFORMED

Another volatile quarter for interest rates has ended. After an initial drop following year-end, rates started rising again quickly as the market bought into more hawkish Central Bank talk about further rises in interest rates for the period ahead. This all changed when financial problems started to show up in the global banking system. Suddenly the rhetoric changed from how high rates would go to how soon Central Banks would start cutting again. It is our view that the short-term rate cycle is close to where it should be under the circumstances. Most Central Banks are likely to take the foot of the break, especially those in North America. So far economic indicators have remained quite strong, but we expect those to moderate in the months ahead. Some signs of weakness have already appeared, the jobs market so far is still the real outlier, but even there we are seeing some weakness ahead. This will put a lid on the inflation numbers which have been much higher than targeted. Inflation might not quite reach the desired level of 2%, but they might fall enough to change the Central Bank policies. As such, we think that the door could open to some moderate rate cuts possibly late this year or in early 2024.

As far as fixed income investments are concerned, we are still pursuing a much lower than benchmark strategy on duration. Although this was the main reason for a slightly below benchmark performance of the Income Fund in the first quarter, we think the market has already priced in most of the downside rate cycle that may be ahead of us if the economy would only slide into a modest recession. Thus, there will only be limited upside on longer duration bonds, while short term maturities provide higher returns because of the massive inversion that is in place right now. The equities in the fund provided a better than benchmark contribution to the portfolio return during the quarter, while the preferred shares lagged a bit, because of the credit problems in the global financial system.

QUICK FACTS AND FUND CHARACTERISTICS

CHARACTERISTICS:

- Fixed Income portfolio of primarily Canadian holdings
- 35-45 Holdings
- Low to moderate risk
- Steady income and moderate growth

FUND TYPE: Fixed Income

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



Willem Hanskamp

Partner & Senior Portfolio Manager

Willem Hanskamp started his career as an Analyst with the Amsterdam-Rotterdam Bank in 1972. Later, Mr. Hanskamp joined Credit Lyonnais Netherlands and Paribas Netherlands, where he specialized in global research and portfolio management. Willem moved to Canada and joined Heward in 1990. Today, Willem Hanskamp's areas of concentration are Canadian, overseas (EAFE) and fixed-income securities.

Co-managers: Renato Anzovino, CFA & Maurice Conti

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 Income Benchmark has been used since the inception of the Heward Income Fund on November 1st, 2016. It reflects the Fund's investment policy of 90% fixed income, 10% cash (+/- 20%).



SOCIÉTÉ DE GESTION D'INVESTISSEMENT HEWARD INC.

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HEWARD INVESTMENT MANAGEMENT INC.