

Cidel Balanced Portfolio

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The Balanced Portfolio fund is designed for a broad range of our investors as a complete portfolio solution. Investors benefit from access to the firm's multiple investment strategies, in one balanced investment.

Overview

The Investment is a strategic mid-term asset mix with exposure to 4 main asset classes: fixed income, Canadian equity, Global equity, and Cash.

The Objective is to provide exceptional long term returns and capital growth, with the stability of fixed income.

The Investment Philosophy is to use a macroeconomic view with a mid-term time horizon in order to develop the strategic asset mix. This is achieved through careful asset allocation, ongoing strategic review and expert management.

Market Commentary

Over the second quarter of 2017, markets were positive but not as strong as they were in the first quarter. Global equities continued their advance higher, up 4.6% in the quarter, but Canadian equities were down about 1.6%. The energy, materials and financial sectors of the Canadian equity market were all down. Bonds managed to turn in a positive return of 1.1% despite the significant sell off in June. The overall positive tone of economic data around the world has continued, and as a result focus has shifted to the pace at which the central banks globally will move to remove some of their stimulus initiatives. The Canadian economy has performed better than expected, and the Bank of Canada clearly signalled its intention to move to a tightening stance. The Balanced Portfolio fund returned 1.6% for the quarter, to outperform the benchmark return of 0.4%.

The Process

Top-Down Analysis. Business cycle analysis, capital market forecasts, and market sentiment indicators.

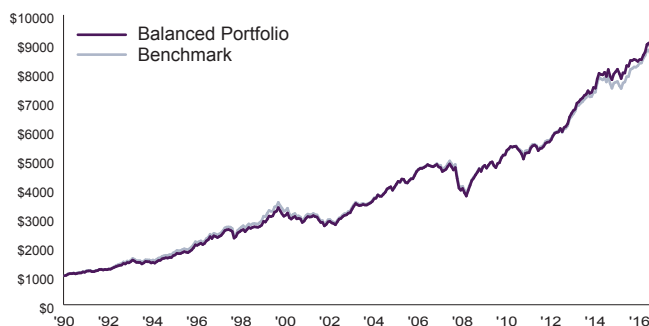
Relative Valuation. Qualitative and quantitative research to identify the assets with the best relative return.

Portfolio Construction. Optimal asset mix determined, based on defined asset weighting maximums, for greatest combined long term return and stability.

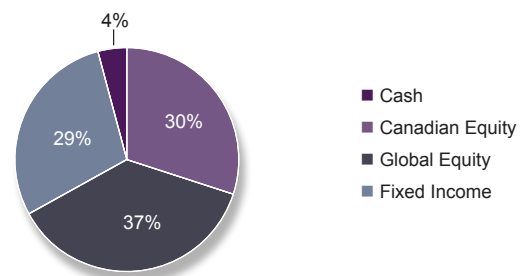
KEY CHARACTERISTICS	Portfolio	Benchmark
Q2 Return	1.6%	0.4%
YTD	4.8%	3.5%
1 Year Return	7.7%	9.6%
3 Year Return (Annualized)	7.1%	6.8%
5 Year Return (Annualized)	10.5%	9.7%
Return Since Inception (Annualized)	8.6%	8.5%
Standard Deviation (5 year annualized)	5.3%	5.1%
Maximum Losing Month (Last 10 Years)	-8.0%	-8.5%
Maximum Monthly Gain (Last 10 Years)	5.1%	5.3%

NOTABLE HOLDINGS	
TORONTO DOMINION BK	2.0%
BANK OF NOVA SCOTIA	1.9%
ROYAL BANK CDA	1.6%
ENBRIDGE INC	1.5%
TECHTRONIC INDUSTR	1.3%
TAIWAN SEMICONDUCTOR	1.3%
ACCOR	1.3%
KONINKLIJKE PHILIP	1.2%
JOHNSON & JOHNSON	1.2%
CREDICORP LTD	1.2%

GROWTH OF \$1,000 VS. BENCHMARK



ASSET ALLOCATION



ANNUAL PERFORMANCE (%)	YTD	2016	2015	2014	2013	2012	2011	2010	2009	2008	Inception
Portfolio	4.8%	4.1%	8.8%	11.6%	17.7%	8.3%	-1.7%	10.9%	20.0%	-15.3%	8.6%
Benchmark	3.5%	8.2%	5.1%	11.5%	14.6%	7.6%	0.4%	10.6%	17.3%	-15.1%	8.5%

Toron AMI Balanced Portfolio Fund

Historic performance should not be interpreted as a guarantee of future results. Performance figures are based on total returns which are time-weighted and geometrically linked (meaning that performance is not influenced by the timing of portfolio additions or withdrawals and is calculated on a compounded basis). Toron AMI and Benchmark performance is gross of applicable management fees. For distribution only to accredited investors as defined by regulatory authorities in your resident jurisdiction. Benchmark is a weighted average of 30% S&P500, 33% FTSE/TMX Canadian Universe Bond Index, 2% DEX 91 Day T-Bill Index, and 35% MSCI World Index (\$Cdn). Toron Asset Management International and Cidel Financial Group are operating names of Cidel Asset Management Inc.