

# Steadyhand Income Fund

As of December 31, 2011



## Objective

To provide a reasonably stable level of income and modest capital growth, while also preserving capital, through investing primarily in bonds, with some exposure to REITs, income trusts and dividend-paying stocks.

## Is This Fund Suitable for You?

You have a medium to long-term investment time horizon (i.e., over 3 years) and a low to moderate tolerance for risk. Consider this fund if you are seeking a diversified income product that will provide a combination of current income, modest capital growth and inflation protection. The fund is designed to serve as a core holding within a portfolio, if applicable.

## Strategy

The majority of the fund's assets are held in bonds. The adviser closely monitors the attractiveness of corporate bonds in relation to government-issued bonds, and will concentrate the fixed income portion of the portfolio wherever the best relative value is found. A smaller portion of REITs, income trusts and dividend-paying stocks are included in the portfolio to enhance the fund's yield and provide greater capital growth potential and protection from inflation.

## Asset Mix

Bonds	74.4%
Dividend-paying Stocks	18.2%
REITs & Real Estate Securities	7.4%



## Issuer Allocation (Bonds)

Corporate	60.1%
Federal	20.4%
Provincial	19.5%



## Rating Summary (Bonds)

AAA	26.0%
AA	32.4%
A	20.6%
BBB	9.0%
BB (or lower)	11.9%



## Term to Maturity

Under 1 year	5.0%
1-5 years	35.4%
5-10 years	37.5%
Over 10 years	22.1%



## Annualized Compound Returns

	YTD	3 M	1 YR	3 YR	5 YR	Inception
Fund	7.2%	3.4%	7.2%	13.3%	N/A	6.5%
DEX Universe Bond Index	9.7%	2.1%	9.7%	7.3%	6.4%	6.5%
S&P/TSX Composite Index	-8.7%	3.6%	-8.7%	13.2%	1.3%	1.1%



## Portfolio Adviser

Connor, Clark & Lunn

## Minimum Investment

\$10,000

## Inception Date

February 13, 2007

## Total Net Assets

\$56,726,976

## Top 10 Holdings

Government of Canada	5.1%
3.00% (12/01/15)	
Government of Canada	4.9%
1.50% (03/10/17)	
iShares iBoxx High Yield Corp Bond Fund	4.4%
SPDR Barclays Capital High Yield Bond	4.4%
RBC Yield Curve Deposit Note	2.5%
1.099% (03/16/12)	
Bank of Montreal	2.1%
2.96% (08/02/16)	
TD Capital Trust	1.8%
7.243% (12/31/18)	
Government of Canada	1.7%
2.75% (09/01/16)	
Province of Ontario	1.7%
4.65% (06/02/41)	
Province of Ontario	1.7%
3.15% (06/02/22)	

## Yield

Pre-fee Yield 4.2%

## One Simple Fee\*

All-in at \$10,000: 1.00%\*\*  
 At \$150,000: 0.93%  
 At \$250,000: 0.88%  
 At >\$250,000: Even less

\*Each Steadyhand fund pays One Simple Fee to us, which is a fixed fee for our services as manager, and we pay all of the funds' operating expenses. We offer a rebate of our One Simple Fee based on the size of your accounts and your tenure as an investor in our funds.

\*\*As of January 1, 2012, the One Simple Fee will increase to 1.04%. See reverse for disclaimers.

Steadyhand Investment Management Ltd. is the manager to the Steadyhand Income Fund. Commissions, trailing commissions, management fees and expenses may all be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

All posted returns assume an investment amount of \$10,000.