



N NICOLA

WEALTH MANAGEMENT

The Pool

NWM High Yield Bonds primary objective is to provide unit-holders with a high level of interest income with a secondary emphasis on capital preservation and appreciation by investing in non-investment-grade fixed income securities. A U.S. dollar series of this fund is also available.

The Strategy

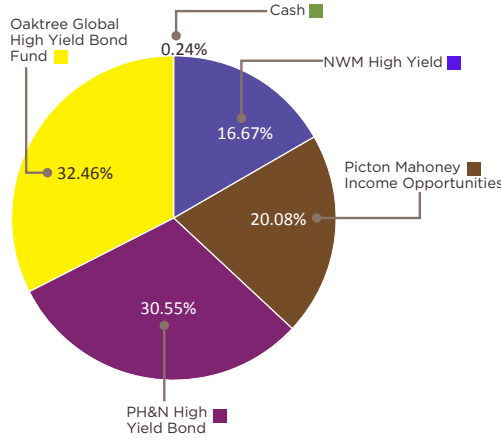
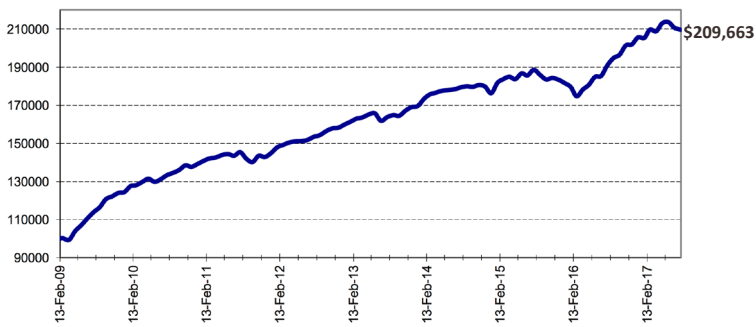
The fund primarily invests in higher yielding bonds, debentures, and convertible debentures issued by Canadian, U.S. and foreign governments and corporations denominated in Canadian dollars and/or foreign currencies. The underlying investments may use a long/short strategy and derivatives such as options, futures, forward contracts, swaps and other similar instruments for hedging and non-hedging purposes. Diversification of the fund is enhanced by utilizing funds and managers of different investment styles.

The Manager

Nicola Wealth Management Ltd. (NWM), the "Fund Manager," is a wealth management and planning firm established in 1994. With a philosophy built on cash flow and diversification, our growing series of funds is managed by members of NWM's Portfolio Management Team.

PERFORMANCE (cumulative return) Canadian \$ Series, Class O Asset Mix as of June 30, 2017

\$100,000 INVESTED AT INCEPTION



Total Assets¹	(millions) \$308.7
12-Month Trailing Cash Flow Distribution²	5.8%
Returns for the period ENDING JUL 31, 2017	
1 month	-0.5%
3 month	-1.6%
6 month	2.1%
1 year	9.8%
2 year	5.4%
3 year	5.3%
4 year	6.4%
5 year	6.4%
6 year	6.3%
7 year	6.7%
8 year	7.9%
Since Inception*	9.1%
* February 13, 2009	

PERFORMANCE (monthly returns) As of JUL 31, 2017 Canadian \$ Series, Class O

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEPT	OCT	NOV	DEC	TOTAL
2017	-0.1%	2.1%	-0.4%	2.0%	0.3%	-1.4%	-0.5%						1.9%
2016	-1.2%	-2.7%	2.0%	1.4%	2.3%	0.3%	3.0%	2.0%	0.9%	2.5%	0.3%	1.8%	13.2%
2015	3.1%	1.0%	0.7%	-0.7%	1.6%	-0.5%	1.6%	-1.4%	-1.3%	0.4%	-0.5%	-1.0%	3.0%
2014	2.2%	1.3%	0.6%	0.6%	0.2%	0.2%	0.5%	0.4%	-0.2%	0.5%	-0.4%	-1.9%	3.9%
2013	1.0%	0.9%	0.5%	0.9%	0.4%	-2.4%	1.2%	0.7%	-0.2%	1.6%	1.1%	0.4%	6.1%
2012	2.1%	0.9%	0.9%	0.4%	0.1%	0.5%	1.0%	0.6%	1.3%	0.9%	0.2%	1.1%	10.4%
2011	1.2%	0.9%	0.3%	0.9%	0.4%	-0.6%	1.3%	-2.4%	-1.2%	2.4%	-0.5%	1.5%	4.1%
2010	2.5%	0.4%	1.3%	1.3%	-1.3%	1.1%	1.6%	0.9%	1.1%	1.8%	-0.6%	1.1%	11.9%
2009		0.3%	-0.9%	4.6%	3.0%	3.3%	3.0%	2.3%	3.6%	1.2%	1.4%	0.4%	24.5%

¹ All classes & series
² Canadian \$ Series, Class O

Top Holdings (excluding cash)

NWM High Yield	Jun 30/17
Navistar International Corp.	3.55%
Harland Clarke Holdings	3.00%
Valeant Pharmaceuticals	2.98%
Element Fleet Management	2.91%
JC Penney Company, Inc.	2.79%
Sobeys Inc.	2.67%
CST Brands Inc.	2.67%
Reynolds Group	2.60%
Nxp Bv/Nxp Funding LLC	2.57%
Tenet Healthcare Corp.	2.55%

Top Holdings (excluding cash)

Oaktree Global High Yield Bond Fund	Jun 30/17
Sprint Corp.	1.80%
Valeant Pharmaceuticals	1.60%
Ardagh Packaging	1.60%
HCA Holdings Inc.	1.40%
First Data Corp.	1.30%
Telecom Italia	1.30%
CHS/Community Health Systems Inc.	1.20%
Tenet Healthcare Corp.	1.20%
Wind Acquisition Finance	1.10%
Novellis Corp.	1.00%

Top Holdings (excluding cash)

PH&N High Yield Bond	Jun 30/17
NGPL PipeCo LLC, 7.119%, 12/15/2017	8.10%
Seven Generations Energy Ltd., 8.250%, 05/15/2020	6.30%
Quebecor Media Inc., 6.625%, 01/15/2023	5.60%
Baytex Energy Corp., 6.625%, 07/19/2022	3.90%
Trilogy Energy Corp., 7.250%, 12/13/2019	3.80%
Northern Blizzard Resources Inc., 7.250%, 02/01/2022	3.20%
Teine Energy Ltd., 6.875%, 09/30/2022	2.60%
Canadian Energy Services & Technology Corp., 7.375%, 04/17/2020	2.50%
Western Energy Services Corp., 7.875%, 01/30/2019	2.40%
Baytex Energy Corp., 6.750%, 02/17/2021	2.30%

Top Holdings (excluding cash)

Picton Mahoney Income Opportunities Fund	Jun 30/17
National Australia Bank, 1.55625%, 10/29/2049	7.46%
Royal Bank of Scotland Group, 1.625%, 12/29/2049	5.06%
Lloyds Bank PLC, 08/28/2049	4.50%
ARD Finance SA, 7.125%, 09/15/2023	3.92%
Crew Energy Inc., 6.50%, 03/14/2024	3.83%
Parkland Fuel Corp., 5.625%, 05/09/2025	3.32%
Standard Chartered PLC, 1.65%, 12/06/2165	2.92%
DCP Midstream LLC, 5.58%, 05/21/2043	2.65%
Canexus Corp., 7.875%, 09/20/2023	2.43%
HCA INC., 7.5%, 12/15/2023	2.26%

Disclosure

- Past performance is not indicative of future results.
- Returns are net of fund expenses.
- Please refer to the NWM Funds Offering Memorandum for additional details and important disclosure information.

NWM is registered as a Portfolio Manager, Exempt Market Dealer and Investment Fund Manager with the required provincial securities' commissions.