

If you find that the ups and downs of markets keep you awake at night, talk to your Investment Advisor about how a Fixed Income Fund can help reduce the swings in your portfolio.

The Value of Investing in Government Bonds

Stock markets typically grow and offer investors attractive returns over time. However, that growth is not always linear and the volatility can result in some very high highs and some deep lows. Typically, when investor confidence wanes and investors leave the equity market, causing equity prices to decline, they often flock to government bonds in search of quality. The increased demand for government bonds pushes up the bond prices, which has an offsetting effect to the decline in equity prices. As such, owning government bonds lowers the severity of ups and downs in your portfolio.

The Benefits of Active Management

Some bond funds own corporate debt in order to plump up returns, but this type of debt carries equity-like credit risk. As such, it is not as effective in offsetting market declines as government bonds. Instead of taking credit risk, we actively manage the Tactical Sovereign Bond Fund portfolio.

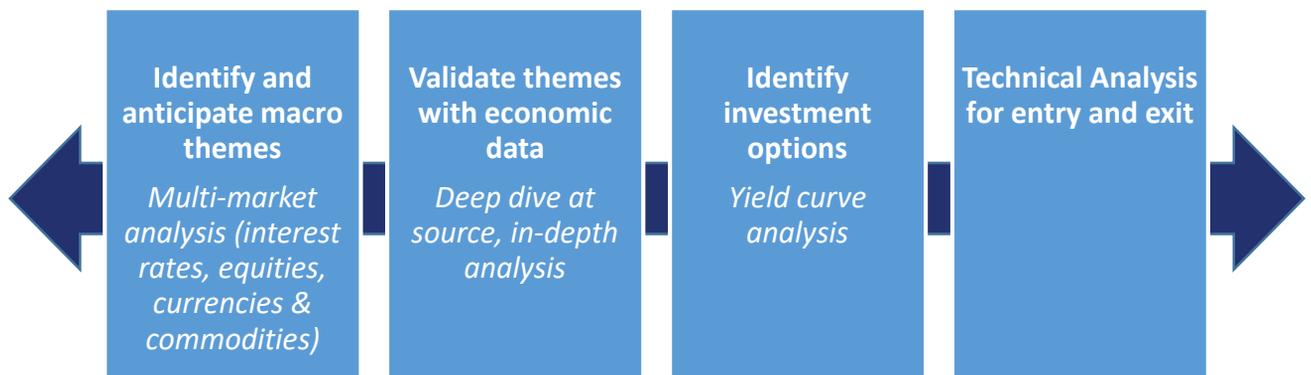
Key Features of the Fund

- Active management
- Duration play (maturity decisions)
- Strategy Currency Gains

The Fund benefits from a decline in the Canadian dollar when it owns U.S. Treasuries and can hedge the U.S. dollar using forward currency contracts if there is an expectation of a decline against the Canadian dollar.

Investment Process

The Tactical Sovereign Bond Fund invests in Exchange Traded Funds which replicate the performance of the bonds and can be actively traded to manage duration and capitalize on yield changes.



William Chin, MBA, *Portfolio Manager & Chief Technical Analyst*



- More than 30 years experience in leading roles in proprietary trading in major banks, and in fixed income portfolio management
- Registered as Portfolio Manager since 1999 with OSC & later IIROC
- Past President of the Canadian Society of Technical Analysts

About Caldwell

Established in 1990, Caldwell Investment Management Ltd. (“Caldwell”) provides investment management services to pooled and mutual funds. Caldwell has established and maintained its reputation for excellence in the investment management industry, providing innovative investment solutions to meet the requirements of individual and institutional investors. Caldwell practices “Thoughtful Investing”, applying a disciplined and prudent long-term investment approach. Capital preservation is the key to investment success.



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Disclaimer

Investors are strongly encouraged to consult with a Financial Advisor and review the Simplified Prospectus and Fund Facts documents carefully prior to making investment decisions about the Fund.

The Fund, following a security holder vote, changed its fundamental investment objective August 27, 2018 and also reclassified former Series I units to the current Series F. For more information refer to the Annual Information Form of the Fund.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Rates of returns, unless otherwise indicated, are the historical annual compounded 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 unitholder that would have reduced returns. Mutual funds are not guaranteed; their values change frequently and past performance may not be repeated.

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Publication date: April 28, 2021.