

Capital Preservation Portfolio

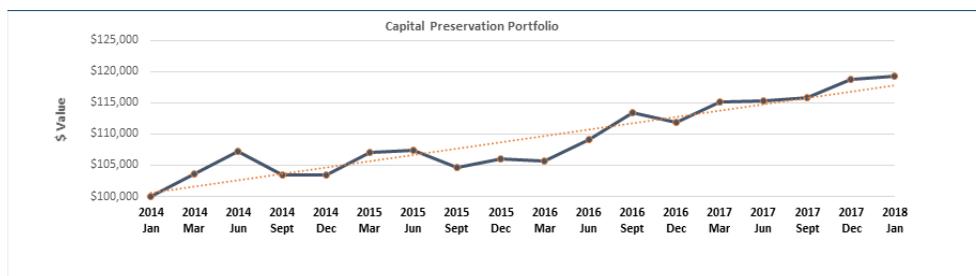
MONTHLY PERFORMANCE – JANUARY 2018

The Capital Preservation Portfolio ended the year with a bullish stance and maximum equity exposure. The U.S. side remained fully invested throughout the month and into the New Year. Although U.S. equities posted another strong month, the U.S. dollar did not, particularly near the end of the month. In Canadian-dollar terms, U.S. equities actually ended the month lower. The 2.5% appreciation in the loonie detracted from absolute performance, causing the Fund to post a modestly negative return in December. Having said that, the Capital Preservation Portfolio enjoyed another annual positive performance of 6.11%.

Equity markets move in cycles; they always have and they always will. That notion tends to get lost as the memory of the last correction fades. As at the end of December, it had been an eye popping 711 days since the S&P/TSX Composite Index had a drawdown of more than 10%. Runs like this cause some investors to chase the market, not wanting to miss out, while it causes others to look forward and prepare for the next turn. The key to managing cycles, in good times and bad, is to remain properly diversified and disciplined.

Return	Jan.	Feb.	March	Apr.	May	June	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2018	0.48%	-	-	-	-	-	-	-	-	-	-	-	0.48%
2017	0.52%	1.93%	0.46%	2.01%	0.09%	-1.86%	-1.02%	1.47%	-0.09%	2.17%	0.61%	-0.28%	6.11%
2016	-0.77%	-0.47%	0.96%	0.59%	1.51%	1.07%	3.15%	0.20%	0.65%	-0.06%	-1.57%	0.21%	5.54%
2015	3.63%	0.27%	-0.25%	-0.27%	1.22%	-0.77%	-0.68%	-0.65%	-1.14%	1.19%	-0.39%	0.46%	2.62%
2014	1.43%	3.08%	-0.91%	0.14%	0.15%	3.16%	-1.38%	0.80%	-2.97%	-1.71%	1.16%	0.54%	3.49%
2013	-	-	-	-	-	-	0.17%	2.15%	-0.82%	1.48%	-1.24%	-0.54%	1.20%

Capital Preservation Portfolio
Performance since inception 19.29% (July 2013)



Regards,

Thomas Courteau, CIM®
Vice President, Investment Advisor, Portfolio Manager
Tel.: 416.572.5438
Thomas.Courteau@RichardsonGMP.com

Christine Chan, CFP, DMS
Associate
Tel.: 416.572.5422
Christine.Chan@RichardsonGMP.com

Creating and Protecting Wealth Since 1987

Visit our website at www.RichardsonGMP.com/Thomas.Courteau

The opinions expressed in this report are the opinions of the author and readers should not assume they reflect the opinions or recommendations of Richardson GMP Limited or its affiliates. Assumptions, opinions and estimates constitute the author's judgment as of the date of this material and are subject to change without notice. We do not warrant the completeness or accuracy of this material, and it should not be relied upon as such. Before acting on any recommendation, you should consider whether it is suitable for your particular circumstances and, if necessary, seek professional advice. Past performance is not indicative of future results. Performance returns are as of January 31, 2018 and are based on an actual representative account. Please note that past performance is not necessarily an indicator of future performance. The indicated rates of return are gross of fees and/or commissions. Individual results of client portfolios may differ from that of the representative portfolio as fees may differ, and performance of specific accounts is based on specific account investiture. The noted representative portfolio may not be appropriate for all investors. Richardson GMP Limited, Member Canadian Investor Protection Fund. Richardson is a trade-mark of James Richardson & Sons, Limited. GMP is a registered trade-mark of GMP Securities L.P. Both used under license by Richardson GMP Limited.