

Fund Data

Inception date:	November 16, 2006
Ticker:	CDD.UN
Units outstanding:	634,758 units
Total Net Asset Value ⁽¹⁾ :	\$4.34 mm
NAV Per Unit ⁽¹⁾ :	\$6.61
Total Market Capitalization	\$4.13 mm
Market price per unit	\$6.50
Management fee:	1.10% p.a.

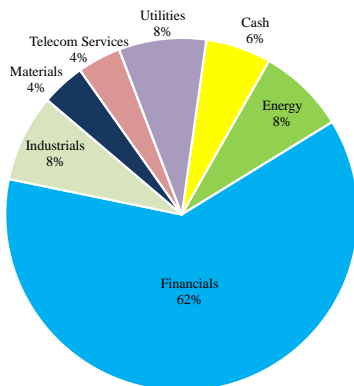
Distributions

Distribution:	6.5% of NAV p.a.
Most recent distribution ⁽²⁾ :	\$0.03597
Distribution frequency:	Monthly
Current yield ⁽³⁾ :	6.6%
Cumulative distributions:	\$5.007721

Top Ten Holdings

Canadian Utilities Limited	8.0%
Royal Bank of Canada	7.9%
Thomson Reuters Corp.	7.6%
Manulife Financial Corporation	7.2%
National Bank of Canada	7.1%
The Bank of Nova Scotia	7.1%
AGF Management Limited – Class B	6.9%
The Toronto-Dominion Bank	6.8%
Cash	6.0%
Bank of Montreal	5.7%

Sector Allocation



Notes:
 (1) As at June 30, 2017
 (2) June distribution
 (3) Calculated as most recent distribution annualized divided by closing market price on June 30, 2017

Fund Overview

The Fund is a closed-end investment trust designed to provide unitholders with exposure to a blue chip portfolio consisting of fifteen high quality, large capitalization, and dividend paying Canadian companies across multiple industry sectors that have an excellent long term track record of dividend growth and share price appreciation.

Objectives

The fund's investment objectives are:

- to provide Unitholders of the Fund with monthly cash distributions in an amount targeted to be 6.5% per annum on the net asset value ("NAV") of the Fund; and
- to preserve and grow the NAV per Unit.

Rationale

The Fund is appropriate for those investors looking for a diversified Canadian large-capitalization portfolio while earning attractive distributions with lower volatility. The Fund utilizes Strathbridge's proprietary SSO covered call writing strategy to enhance the income generated by the portfolio and to reduce volatility. In addition, the Fund may write cash covered puts options in respect of securities in which it is permitted to invest.

Portfolio Manager Commentary – June 2017

The TSX diverged from US stocks in the second quarter and trended lower after peaking in February. The S&P TSX index was down 1.6 percent on a total return basis in Q2.

Apart from the Healthcare sector that benefitted from a substantial rebound in Valeant Pharmaceuticals International Inc. ("VRX"), most sectors delivered modest single-digit returns in this quarter.

The overall index which is heavily resource-weighted was pulled lower by weakness in Materials and Energy. The Energy sector was down 8.2 percent as Oil prices continued to trend lower and Materials were down 6.4 percent.

Commentary cont'd on next page

Portfolio Manager Commentary – cont'd

Gold traded in a wide range plus or minus about U\$90 in the second quarter. When it appeared to be rolling over gold stocks began moving sharply lower. Teck Resources Ltd. ("TECK.B") was down 22.5 percent this quarter, our worst performer.

AGF Management Ltd. ("AGF.B") was our best performer this period after reporting quarterly results that topped even the most optimistic analysts. The total return on the name was 10.7 percent in Q2.

Volatility as measured by the S&P TSX VIX index continued the sideways action shown in the previous quarter inching somewhat higher overall. The long run average level was just under 13 percent. The fund averaged 5.6% overwriten in the quarter, slightly higher than last quarter.

This quarter the fund delivered a total return of negative 1.7 percent compared to negative 0.7 percent for the TSX 60 Index. The trading price on March 31, 2017 was \$6.50 down \$0.17 from the March 31, 2017 trading price of \$6.67. The June 30 trading price of \$6.50 represents a discount to NAV of \$0.11 per unit or 1.7 percent of the \$6.61 NAV.

Manager

- ✓ Strathbridge Asset Management Inc., experienced issuer with 10 listed closed-end funds
- ✓ One of Canada's most experienced option strategy managers, with over 20 years of investment management experience in Canada
- ✓ Proprietary selective call writing strategy utilized to enhance income generated from the portfolio and reduce volatility

Forward Looking Information and Disclaimer

This document may contain certain forward-looking statements. These statements may relate to future events or future performance and reflect management's current expectations. Such forward-looking statements reflect management's current beliefs and are based on information currently available to management. Although the forward-looking statements are based upon what management believes to be reasonable assumptions, there can be no assurance that actual results will be consistent with these forward-looking statements. Neither the Funds nor their respective managers assume any obligation to update or revise any forward-looking statement to reflect new events or circumstances. Actual results may differ materially from any forward-looking statement. Historical results and trends should not be taken as indicative of future operations. The Fund is not guaranteed, its value changes frequently and past performance may not be repeated. Unless otherwise indicated and except for returns for period less than one year, the indicated rates of return are the historical annual compounded total returns including changes in security value. All performance data take into account distributions or dividends paid to unitholders but do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns.



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