

Fund Data

Inception date:	February 24, 2015
Class A Ticker:	USF.UN
Class A Units outstanding :	1,781,756 units
Class U Units outstanding:	90,000 units
Total Net Asset Value ⁽¹⁾ :	\$15.97 mm
NAV Per Class A Unit ⁽¹⁾ :	\$8.41
NAV per Class U unit ⁽¹⁾ :	US\$8.47
Class A Market Capitalization ⁽¹⁾ :	\$14.50 mm
Market price per Class A unit:	\$8.14
Market price per Class U unit:	Unlisted
Management fee:	1.25% p.a.

Distributions

Class A Distribution:	\$0.50 p.a.
Class U Distribution:	US\$0.50 p.a.
Most recent distribution ⁽²⁾ Class A:	\$0.125
Most recent distribution ⁽²⁾ Class U:	US\$0.125
Distribution frequency:	Quarterly
Current yield ⁽³⁾ :	6.1%
Cumulative distributions Class A:	\$1.55
Cumulative distributions Class U:	US\$1.55

Top Ten Holdings

Cash	7.5%
The Charles Schwab Corporation	5.7%
PNC Financial Services Group	5.6%
Northern Trust Corporation	5.4%
Berkshire Hathaway Inc.	5.2%
BlackRock, Inc.	5.0%
State Street Corporation	4.9%
Aon PLC	4.8%
Morgan Stanley	4.6%
Citigroup Inc.	4.5%

Fund Overview

The Fund is a closed-end investment trust that invests in an actively managed portfolio of U.S. financial issuers and U.S. publicly listed alternative asset management issuers.

Objectives

The fund's investment objectives are to:

- provide stable quarterly cash distributions of C\$0.125 per unit to Class A holders and US \$0.125 per unit to Class U holders; and
- maximize total returns through capital appreciation and distributions.

Rationale

The U.S. financial sector is one of the largest and most diversified sectors in the U.S. market consisting of multiple financial oriented sub-sectors including banks, diversified financials, insurance companies and real estate investment trusts. These companies provide broad exposure to the U.S. financial services industry through loans and mortgages, insurance and investment products and commercial real estate. The Manager believes that U.S. financial services companies are well positioned to benefit from the improving U.S. economy.

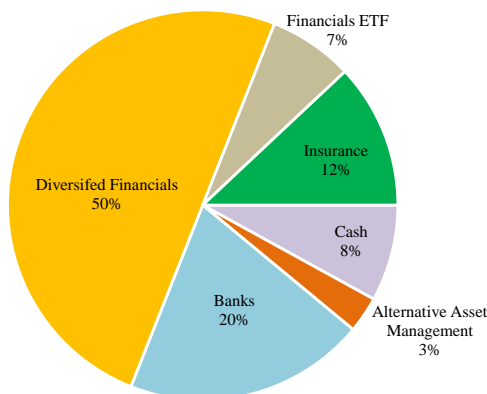
Portfolio Manager Commentary – March 2018

Global equity markets experienced heightened volatility in the first quarter of 2018, on fears surrounding rising interest rates, trade policy and market valuations. The S&P/TSX Composite Index lagged most other indices losing 4.5%, while in the U.S., the S&P 500 Index was down 0.76% and the international MSCI EAFE Index was down 1.58%.

During the period the S&P 500 Financials Index declined 0.95%, the S&P 500 Real Estate Sector Index declined 5.0% while the S&P Listed Private Equity Index declined 3.2%. Stocks within the portfolio had varying returns led by CME Group Inc., which rose 11.2% during the period. At the other end of the spectrum, Affiliated Managers Group declined 12.2% while held in the Fund.

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Sector Allocation



Notes:
 (1) As at March 29, 2018
 (2) March Distribution
 (3) Calculated as most recent distribution annualized divided by closing market price on March 29, 2018

Portfolio Manager Commentary – cont'd

Volatility, as measured by the Chicago Board Options Exchange Volatility Index (“VIX”) picked up in the first quarter of 2018 after touching new all-time lows in late November 2017. As a result, the call writing activity picked up as the Fund on average had 9.8% of portfolio written during the period vs. 3.0% on average during the previous quarter.

The Fund ended the quarter with a cash position of 7.5% vs. 3.5% for the previous quarter. The U.S. dollar exposure was 50% hedged back into Canadian dollars throughout the period.

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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