



December 31, 2011

Fund Details

Assets: \$30.5 million
NAV: \$11.23
TSX Symbol: HSI.UN
Market Price: \$10.65
Current Yield: 7.32%
Distribution: \$0.065 per unit monthly
Subadvisor: Avenue Investment Management

Top 25 Holdings (%)

Inter Pipeline Fund LP, Class A	6.0
Annaly Capital Management, Inc.	5.6
Liquor Stores NA Ltd.	5.2
Veresen Inc.	4.9
Medical Facilities Corporation	4.8
Atlantic Power Corporation	4.8
Bell Aliant, Inc.	4.8
Manitoba Telecom Services Inc.	4.4
Longview Oil Corp.	4.2
Twin Butte Energy Ltd.	4.1
Leisureworld Senior Care Corporation	3.8
Artis Real Estate Investment Trust	3.7
Rogers Sugar Inc.	3.6
Whiterock Real Estate Investment Trust	3.5
Northland Power Inc.	3.3
K-Bro Linen Inc.	3.2
BTB Real Estate Investment Trust	3.2
Yellow Media Inc., 7.30% February 02/15	2.9
Crescent Point Energy Corp.	2.7
Boralex Inc., 6.75% June 30/17	2.6
Timbercreek Mortgage Investment Corporation	2.6
Keyera Corp.	2.5
Brookfield Infrastructure Partners LP	2.4
Corby Distilleries Limited, Class A	2.1
Telefonica SA ADR	2.0
Total	92.9

Investment Objectives

The investment objectives are to provide unitholders with monthly distributions and to preserve capital over the long term, while reducing volatility by investing in a diversified portfolio of securities of primarily publicly traded Canadian sustainable issuers.

Manager Discussion

The Fund was up 7.60% for the three months ended December 31, 2011, outperforming its S&P/TSX benchmark, which was up 2.85%. For the year ended December 31, 2011, the Fund outperformed its benchmark, up 5.76% versus the benchmark at (11.07%).

The Fund saw strong returns from energy and pipeline stocks, which had the greatest impact, followed by industrials and real estate. One of the benefits of recent global economic uncertainty has been historically low interest rates that help offset bearish investors as they move to strong dividend-paying companies. Going into 2012, we believe inflation will remain subdued and interest rates in the developed world will remain low.

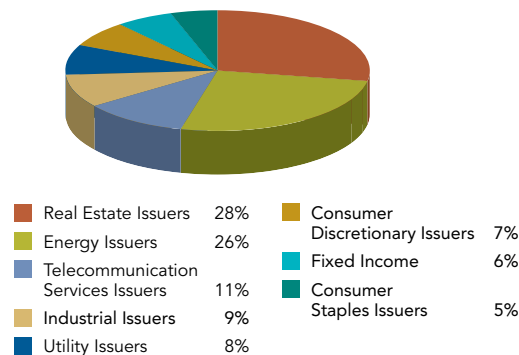
Many of these companies are well managed with strong balance sheets and consistent growth profiles and we expect them to thrive in the present low interest rate environment.

Performance (as % of Diluted NAV)**

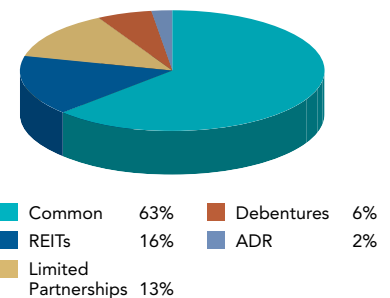
	3 Month	6 Month	1 Year	Inception*
HSI.UN	7.60%	(1.10%)	5.76%	6.99%
S&P/TSX Composite Index	2.85%	(10.12%)	(11.07%)	(9.44%)

*December 17, 2010

Sector Allocation (%)



Investment Allocation (%)



Portfolio Geographic Allocation	Canada 90% USA 8% EUR 2%
Distributions (per trust unit)	\$0.780 since inception (Dec. 17, 2010)
Mutual Fund Conversion	December 12, 2012

**The management and servicing fees will increase from 1.65% to 2.25% annually of the NAV when the Fund converts to an open-ended mutual fund on December 12, 2012. If the Fund had already converted, since inception performance would be 6.54%.

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The risks associated with investing in investment funds are outlined in each Fund's prospectus, specifically in the section entitled "Risk Factors." These risks are based upon the Fund's investment objectives and strategies and describe the material risks of investing in that Fund under normal market conditions when considering the Fund's portfolio as a whole, not each individual investment within the portfolio. You should discuss the risks of investing in the Fund with your financial advisor before making an investment. Commissions, trailing commissions, management fees and expenses may be associated with investment fund investments. Please read the prospectus before investing. Investment funds are not guaranteed, their values change frequently and past performance may not be repeated. Certain statements included herein constitute forward-looking statements and are not historical facts, but reflect on the investment management's current expectations regarding future results or events and are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations.