



## Fund Details

**Assets:** \$31.6 million  
**NAV:** \$11.66  
**TSX Symbol:** HSI.UN  
**Market Price:** \$11.40  
**Current Yield:** 6.84%  
**Distribution:** \$0.065 per unit monthly  
**Subadvisor:** Avenue Investment Management

## Top 25 Holdings (%)

Inter Pipeline Fund LP, Class A	6.0
Liquor Stores NA Ltd.	5.8
Medical Facilities Corporation	5.4
Annaly Capital Management, Inc.	5.2
Manitoba Telecom Services Inc.	4.9
Veresen Inc.	4.7
Twin Butte Energy Ltd.	4.5
Atlantic Power Corporation	4.4
Bell Aliant Inc.	4.4
Artis Real Estate Investment Trust	4.1
Davis + Henderson Income Corporation	4.0
Leisureworld Senior Care Corporation	4.0
Longview Oil Corp.	3.9
Rogers Sugar Inc.	3.7
Telefonica SA ADR	3.3
BTB Real Estate Investment Trust	3.1
Corus Entertainment Inc., Class B	3.1
K-Bro Linen Inc.	3.1
Northland Power Inc.	3.0
Sprott Power Corp.	2.8
Timbercreek Mortgage Investment Corporation	2.6
Borex Inc., 6.75% June 30/17	2.6
Brookfield Infrastructure Partners LP	2.5
Corby Distilleries Limited, Class A	2.0
Keyera Corp.	2.0
<b>Total</b>	<b>95.1</b>

## 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 5.43% for the three months ended March 31, 2012, outperforming its S&P/TSX Index benchmark, which was up 3.68%.

During the first quarter of 2012, we witnessed better than expected economic news out of the U.S., less concern over a eurozone recession and an announcement by China that they will see slower growth during the year. These events largely offset each other and led to a more positive tone for equity markets during the quarter. The inflation outlook in Canada and the rest of the developed world remains subdued as interest rates remain low.

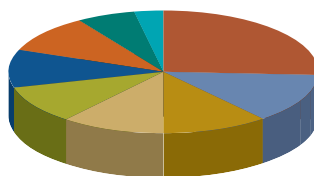
The Fund saw positive returns from most sectors, which were slightly offset by minimal negative performance from the telecom sector. These companies are well managed with strong balance sheets and consistent growth profiles, and will continue to thrive in the present low interest rate environment.

## Performance (as % of Diluted NAV)\*\*

	3 Month	6 Month	1 Year	Inception*
<b>HSI.UN</b>	5.53%	13.44%	3.75%	12.17%
<b>S&amp;P/TSX Composite Index</b>	3.68%	6.64%	(12.12%)	(5.78%)

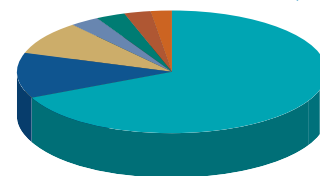
\*December 17, 2010

### Sector Allocation (%)



Real Estate Issuers	26%	Energy Issuers	10%
Telecommunication Services Issuers	13%	Utility Issuers	10%
Consumer Discretionary Issuers	11%	Other Public Issuers	10%
Industrial Issuers	11%	Consumer Staples Issuers	6%
		Fixed Income	3%

### Investment Allocation (%)



Common	68%	ADR	3%
REITs	12%	Fund	3%
Limited Partnerships	9%	Debentures	3%
		Stapled Unit	2%

<b>Portfolio Geographic Allocation</b>	Canada 89% USA 11%
<b>Distributions (per trust unit)</b>	\$0.975 since inception (Dec. 17, 2010)
<b>Mutual Fund Conversion</b>	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 11.37%, 3 month 5.29%, 6 month 13.13% and 1 Year 3.17%.

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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.