



# Harvest Canadian Income & Growth Fund



March 31, 2013

## Fund Details

**Assets:** \$42.6 million

**Distribution:** \$0.07 per unit monthly

**Subadvisor:** Avenue Investment Management

## Top 25 Holdings (%)

YPG Financing Inc., 9.25% Nov 30/18	4.9%
Cash	4.7%
K-Bro Linen Inc.	4.6%
Corby Distilleries Limited, Class A	4.4%
Inter Pipeline Fund LP, Class A	4.3%
Davis + Henderson Corporation	4.2%
Bell Aliant Inc.	4.1%
Keyera Corp.	4.0%
Parkland Fuel Corporation	4.0%
Manitoba Telecom Services Inc.	3.8%
Corus Entertainment Inc., Class B	3.6%
Pembina Pipeline Corporation	3.5%
Boralex Inc., 6.75% Jun 30/17	3.4%
Timbercreek Mortgage Investment Corporation	3.3%
Leon's Furniture Limited	3.3%
Brookfield Infrastructure Partners L.P.	3.3%
Sprott Power Corp.	3.1%
The North West Company Inc.	2.9%
Altria Group, Inc.	2.8%
Liquor Stores N.A. Ltd.	2.7%
Regions Financial Corporation	2.4%
BCE Inc.	2.4%
SunTrust Banks, Inc.	2.4%
American Capital Agency Corp.	2.2%
Bird Construction Inc.	2.2%

## Investment Objectives

The investment objectives are to provide unitholders with monthly distributions and the potential for capital appreciation over the course of the business cycle by investing in an actively managed portfolio, comprising primarily dividend-paying securities.

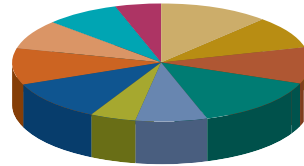
## Manager Discussion

The Fund's return for the first quarter of 2013 was 5.13% versus the benchmark at 3.34%. The Fund's outperformance was due to its exposure to U.S. stocks and its overweighting in Canadian utilities. Also benefiting the relative performance over the quarter was the Fund's focus on the less cyclical segments of the Canadian equities markets.

Pent up consumer demand, increased capital expenditure and positive market sentiment outweighed the negative effects of higher sequestration taxes. Even the ongoing political and economic uncertainty in Europe was unable to alter the direction of North American markets. Markets were bought on the back of the sequestration announcement and all major North American indices flirted with or surpassed previous market highs, in part due to the ongoing commitment by the Fed to maintain a low interest rate policy.

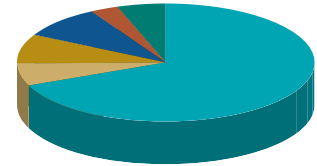
Expected continued improvement in U.S. housing sector, auto sales and employment numbers will further strengthen demand for Canadian exports, which, in addition to accommodative financial conditions in Canada and strong corporate balance sheets, should lead to domestic economic growth in the latter half of 2013 and through to 2014.

Sector Allocation (%)



Consumer Discretionary Issuers	12%	Banks and Other Financial Issuers	5%
Consumer Staples Issuers	9%	Real Estate Issuers	11%
Energy Issuers	10%	Telecommunication Services Issuers	10%
Industrial Issuers	14%	Utility Issuers	8%
Other Public Issuers	8%	Fixed Income	8%
		Cash	5%

Investment Allocation (%)



Common	69%	Limited Partnerships	9%
REITs	6%	Fund	3%
Debentures	8%	Cash	5%

**Portfolio Geographic Allocation** Canada 85% USA 15%

Fund Codes	Series A HRV200	Series F HRV201	Series R HRV211
NAV	\$14.19	\$14.34	\$14.19
Current Yield	5.92%	5.86%	5.92%

1.866.998.8298

harvestportfolios.com

### Head Office

710 Dorval Drive  
Suite 209  
Oakville ON L6K 3V7

### Eastern Canada

1250 René Lévesque Boulevard West  
Suite 2200  
Montréal QC H3B 4W8

### Western Canada

1155 West Pender Street  
Suite 708  
Vancouver BC V6E 2P4

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. If the Fund earns less than the amount distributed, the difference is a return of capital. The current yield is calculated based on the net asset of the Fund.