



March 31, 2014

## Fund Details

**Assets:** \$46.5 million

**NAV:** A Class \$8.49

**NAV:** F Class \$8.89

**TSX Symbol:** HRR.UN

**Market Price:** \$8.19

**Current Yield:** 8.06%

**Distribution:** \$0.055 per unit monthly

**Subadvisor:** Macquarie Private Portfolio Management

## Top 25 Holdings (%)

Westfield Retail Trust	16.4%
CFS Retail Property Trust Group	16.2%
Charter Hall Retail REIT	15.1%
DEXUS Property Group	9.6%
Stockland	9.1%
Abacus Property Group	8.5%
Federation Centres Limited	8.5%
Goodman Group	7.6%
Cromwell Property Group	7.5%
Westfield Group	7.4%
Mirvac Group	6.5%
Challenger Diversified Property Group	5.8%
The GPT Group	5.1%
Lend Lease Corporation Limited	4.9%
BWP Trust	4.2%
Goodman PLUS Trust	4.2%
Growthpoint Properties Australia	4.1%
Investa Office Fund	4.1%
Multiplex SITES Trust	3.8%
Charter Hall Group	3.3%
Ardent Leisure Group	3.3%
ALE Property Group	2.2%
Australand ASSETS Trust	2.0%
ALE Property Trust	0.7%
Foreign currency schedule	(3.6%)

## Investment Objectives

The Fund invests primarily in a portfolio of equity securities listed on the Australian Securities Exchange issued by Australian real estate investment trusts (REITs).

The investment objectives are to provide unitholders with monthly distributions of \$0.055 per trust unit and the opportunity for capital appreciation.

## Manager Discussion

Australian economic data in the first quarter of 2014 was generally positive across many key and leading macroeconomic indicators. The Reserve Bank of Australia (RBA) maintained the 2.5% benchmark rate through March, and its comments recently were relatively optimistic about the economic prospects. The RBA has been less vocal on currency in the very short term; however, the Australian dollar continues to be volatile. The Fund hedged the currency during the second quarter of 2013 and remains hedged.

REIT earnings for the quarter were in line with estimates with no material surprises. There continued to be modest dividend increases and share buybacks announced. Cap rates have continued to compress in the underlying properties, implying improved property valuations. Although the REITs have been relatively stable over recent months, a material increase in equity prices has yet to be seen despite the improving economic indicators and property valuations. Foreign interest in Australian real estate continues to remain high, and mergers and acquisitions activity, both in the underlying property and listed markets, is expected to continue over coming quarters. Three new positions were added to the portfolio that offer attractive organic growth characteristics and exposure to the improving domestic economic conditions.

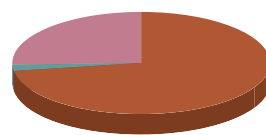
With strong balance sheets, attractive yields and valuations, we continue to believe that the fundamentals for Australian REITs are positive, and there are reasons to be optimistic about the sector. The Fund continues to be levered and remains well-diversified and -positioned to benefit from the solid fundamentals of the underlying Australian REITs.

## Performance

	3 Month	6 Month	1 Year	Since Inception*
<b>Series A</b>	2.52%	1.19%	(16.95%)	(17.94%)
<b>Series F</b>	3.20%	2.11%	(16.40%)	(17.03%)

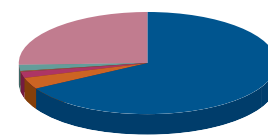
\* Inception March 21, 2013

### Sector Allocation (%)



Real Estate Issuers	160%
Foreign Currency Forward	(4%)
Net Other Liabilities	(56%)

### Investment Allocation (%)



REITs	147%
Stapled Unit	8%
Preferred Shares	4%
Debentures	1%
Foreign Currency Forward	(4%)
Net Other Liabilities	(56%)

**Portfolio Geographic Allocation: Australia 100%**

**Distributions (per trust unit): \$0.660 since inception (March 21, 2013)**

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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 does 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 market price of the Fund's securities.