

September 30, 2011

Fund Details

Assets: \$34.9 million

NAV: \$11.88

Market Price: \$11.50

Current Yield: 7.30%

Distribution: 0.07 cents/unit monthly

Subadvisor: Avenue Investment Management

Top 25 Holdings (%)

Pembina Pipeline Corporation	6.1
Bell Aliant, Inc.	5.2
Inter Pipeline Fund LP, Class A	5.0
BCE Inc.	4.7
Davis + Henderson Income Corporation	4.5
Atlantic Power Corporation	4.3
Capital Power Income LP	4.1
American Capital Agency Corp.	4.1
Artis Real Estate Investment Trust	4.1
Manitoba Telecom Services Inc.	4.0
Cineplex Inc.	3.7
Rogers Sugar Inc.	3.5
Liquor Stores NA Ltd.	3.4
Medical Facilities Corporation	3.3
Bird Construction Inc.	3.1
Parkland Fuel Corporation	3.0
K-Bro Linen Inc.	3.0
Telefonica SA ADR	2.9
Corby Distilleries Limited, Class A	2.7
Leisureworld Senior Care Corporation	2.5
Timbercreek Mortgage Investment Corporation	2.5
The North West Company, Inc.	2.5
Boralex Inc., 6.75% June 30/17	2.4
Altria Group, Inc.	2.2
Brookfield Infrastructure Partners LP	2.1
Total	88.9

Investment Objectives

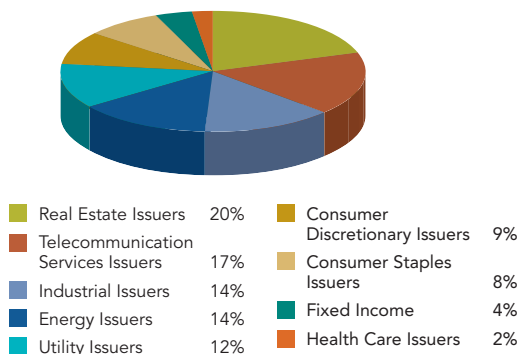
The investment objectives are to provide unitholders with monthly distributions and the potential for capital appreciation over the course of the business cycle by investing in an actively managed portfolio, comprising primarily dividend-paying securities.

Manager Discussion

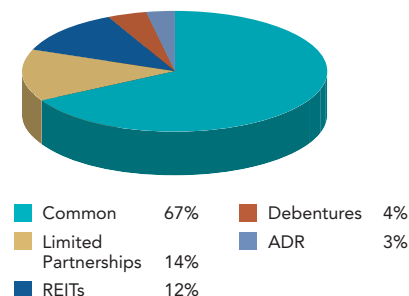
Market volatility persisted due to the ongoing European debt crisis; however, overall company profitability was generally strong. One of the few benefits of the crisis was a bond market rally that has lowered interest rates to multi-decade lows. This has helped offset some of the bearishness in the market as investors move into dividend-paying equities.

Price weakness was somewhat offset by the telecom and utility positions. Generally, these sectors have benefited from lower interest rates and strong balance sheets as they are well capitalized and continue to show good free cash flow growth. Though valuations have declined, we should see good performance from these companies due to their strong management and solid balance sheets. The Fund continues to meet its investment and income objectives.

Sector Allocation (%)



Investment Allocation (%)



Portfolio Geographic Allocation Canada 87% USA 10% UK 3%

Distributions (per trust unit) \$1.15 since inception (June 29, 2010)

1.866.998.8298

harvestportfolios.com

Head Office

710 Dorval Drive
Suite 200
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

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.