



# Harvest Banks & Buildings Income Fund



December 31, 2012

## Fund Details

**Assets:** \$23 million

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

**Subadvisor:** Avenue Investment Management

## Top 25 Holdings (%)

Artis Real Estate Investment Trust	6.3%
Bank of America Corporation	6.3%
Primaris Retail Real Estate Investment Trust	5.8%
The Toronto-Dominion Bank	5.3%
Mainstreet Equity Corp.	5.2%
Cominar Real Estate Investment Trust	4.9%
Wells Fargo & Company	4.6%
Crombie Real Estate Investment Trust	4.5%
Cash	4.4%
Royal Bank of Canada	4.2%
Sun Life Financial Inc.	4.1%
JPMorgan Chase & Co.	3.9%
The Bank of Nova Scotia	3.7%
C2C Industrial Properties Inc.	3.5%
Bank of Montreal	3.4%
Timbercreek Mortgage Investment Corporation	3.2%
Inter Pipeline Fund LP, Class A	3.1%
BTB Real Estate Investment Trust	2.9%
Tricon Capital Group Inc.	2.8%
Power Corporation of Canada	2.5%
Amica Mature Lifestyles Inc.	2.4%
Great-West Lifeco Inc.	2.1%
The Bank of New York	
Mellon Corporation	2.0%
State Street Corporation	2.0%
Annaly Capital Management, Inc.	1.8%

## Investment Objectives

The investment objectives are to provide unitholders with monthly distributions and maximize total return by investing in an actively managed portfolio comprising primarily banks, other financials and real estate companies.

## Manager Discussion

The Fund finished the year with positive fourth quarter performance of 2.97% and annual performance of 15.01% for the period ending December 30, 2012.

During the quarter, the position in Canadian REITs was reduced to 40% while increases were made in U.S. financials. The Canadian REIT sector has had very good performance over the last three years and the U.S. market is now starting to show positive signs of growth. The position in U.S. financials increased to 20% in order to capitalize on U.S. housing that is showing signs of a sustainable recovery. The Fund continues to benefit from the strong economics of Canadian financials with the possibility of dividend increases later in 2013.

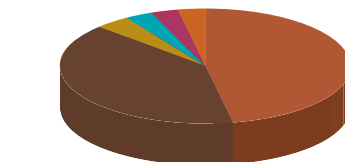
Stability and rising U.S. housing prices will reinforce consumption and investment, which should benefit Canada and general market performance.

## Performance

\*Inception as a mutual fund: October 18, 2011

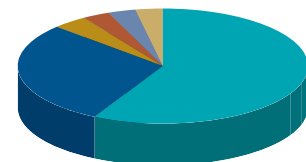
	3 Month	6 Month	1 Year	Inception*
<b>Series A</b>	3.40%	6.18%	14.70%	20.34%
<b>Series F</b>	3.60%	7.03%	16.15%	22.18%
<b>Series R</b>	2.97%	6.26%	15.01%	20.73%

## Sector Allocation (%)



Banks and Other Financials	47%
Real Estate Issuers	40%
Cash	4%
Fixed Income	3%
Health Care Issuers	3%
Other Public Issuers	3%

## Investment Allocation (%)



Common	58%
REITs	29%
Cash	4%
Debentures	3%
Funds	3%
Limited Partnerships	3%

Portfolio Geographic Allocation		Canada 78%	USA 22%
<b>Fund Codes</b>	<b>Series A HRV100</b>	<b>Series F HRV101</b>	<b>Series R HRV111</b>
<b>NAV</b>	\$12.43	\$12.63	\$12.48
<b>Yield</b>	6.76%	6.65%	6.73%

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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. One hundred per cent of distributions are reinvested in the Fund unless you ask to receive your distributions in cash. If the Fund earns less than the amount distributed, the difference is a return of capital. The yield is calculated based on the market price of the Fund's securities.