

INVESTMENT STRATEGY

The Lester Canadian Equity Fund, launched in January 2012, is managed by Lester Asset Management (LAM), and employs the same strategy used in managing LAM's segregated accounts since July 2006. The Fund is invested in 40 to 50 large, mid and small cap Canadian listed companies selected using a disciplined and long-term investment approach. Research is based on a sound understanding of each company and the industry in which each operates, complemented by our macro-economic outlook. The Fund's investment philosophy is value-oriented seeking to purchase shares at a discount relative to a company's true worth, as well as event-driven with the goal of eventually realizing maximum shareholder value either through dividend increases, share buybacks, spin-offs or an outright sale. The Fund's objective is to achieve higher than market returns with lower risk.

MONTHLY COMMENTS

The Lester Canadian Equity Fund dropped -1.7% versus -1.4% for the TSX Composite. Our underperformance was mainly due to our overweight position in interest rate sensitive high-yielding dividend stocks in renewable energy, utilities and telecom which corrected on fears of rising interest rates. World stock markets rose once again on investor optimism related to global growth, while U.S. indices surged on the euphoria of massive corporate tax cuts. Canadian stocks declined as the Bank of Canada raised interest rates for the third time in 6 months. Top gainers included GoodFood Market (+23%), Baylin Technologies (+16%), Neulion (+13%), Ag Growth (+7%), CGI Group (+3%), Ten Peaks Coffee (+3%), and Solium (+3%). Losers included Corus Entertainment (-28%), Nanotech Security (-22%), Element Fleet (-13%), Pembina Pipeline (-8%), and Altus Group (-7%), Badger Daylighting (-7%), and Diamond Estates (-7%). We consider North American stock markets "overbought" and continue holding higher than normal cash balances.

MONTHLY NET RETURNS *

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | LAM** | TSX-TR** | S&P500 (\$Cdn)** |
|------|-------|-------|-------|-------|-------|-------|-------|-------|--------|--------|-------|-------|--------|----------|------------------|
| 2006 | | | | | | | 4.1% | 3.9% | 0.3% | 5.6% | 0.3% | 4.4% | 20.0% | 12.5% | 17.8% |
| 2007 | 4.3% | 2.4% | 0.5% | 5.0% | 3.0% | 0.9% | 1.6% | -5.3% | 2.4% | 2.9% | -6.3% | 2.4% | 13.9% | 9.8% | -9.8% |
| 2008 | -6.4% | 1.0% | -2.5% | 0.4% | 2.3% | -1.8% | -5.2% | 1.3% | -13.4% | -14.8% | -8.5% | -1.8% | -40.8% | -33.0% | -23.1% |
| 2009 | 1.8% | -2.2% | 6.3% | 5.9% | 8.1% | 2.2% | 4.2% | 3.8% | 4.7% | 2.9% | 5.2% | 4.3% | 58.3% | 35.1% | 9.3% |
| 2010 | -0.5% | 2.3% | 2.7% | 2.6% | -3.5% | -0.8% | 2.0% | 2.3% | 5.0% | 4.9% | 3.2% | 5.2% | 28.1% | 17.6% | 9.0% |
| 2011 | 1.7% | 1.7% | -0.3% | 2.1% | 1.6% | -2.7% | 1.1% | -0.3% | -4.3% | 3.1% | 0.5% | 0.3% | 4.5% | -8.7% | 7.6% |
| 2012 | 3.8% | 0.7% | 1.3% | 1.5% | -1.8% | -1.2% | 0.7% | 2.3% | 3.5% | 0.9% | 1.0% | 2.9% | 16.8% | 7.2% | 13.5% |
| 2013 | 3.8% | 1.2% | 1.0% | -0.6% | 0.8% | -1.0% | 1.4% | 0.5% | 2.1% | 2.7% | 2.1% | 2.7% | 17.8% | 13.0% | 41.1% |
| 2014 | 0.8% | 0.7% | 1.1% | -0.4% | 1.9% | 2.4% | -0.6% | 3.3% | -3.1% | -0.1% | 0.1% | 2.4% | 8.8% | 10.5% | 24.0% |
| 2015 | -2.7% | 1.6% | -1.9% | 4.2% | -1.2% | -0.6% | -1.7% | -6.6% | -4.6% | 1.5% | -0.8% | 1.5% | -11.3% | -8.3% | 20.1% |
| 2016 | -1.1% | -0.3% | 8.6% | 1.6% | 3.8% | 0.9% | 2.6% | 2.1% | 3.1% | 0.1% | -1.6% | 3.1% | 24.7% | 21.1% | 8.7% |
| 2017 | -1.0% | 1.1% | 2.9% | -0.7% | 2.9% | 0.1% | -1.0% | 0.1% | 1.7% | 1.4% | 0.3% | 5.7% | 14.1% | 9.1% | 14.2% |
| 2018 | -1.7% | | | | | | | | | | | | -1.7% | -1.4% | 5.7% |

*Dollar-weighted average returns (net of fees & expenses) of LAM's equity composite prior to December 2011. Lester Canadian Equity Fund as of January 2012. ** Including dividends.

INDUSTRY WEIGHTINGS

| | | |
|----------------|-------------------------------|--------------|
| Industrial | Various | 19.5% |
| Consumer S&D | food & beverage/media | 19.4% |
| Utilities | renewables/power | 11.2% |
| Financial/R.E. | lending/asset mgt/retail | 11.2% |
| Technology | IT/software/wireless/video | 10.8% |
| Energy | pipelines/midstream | 5.1% |
| Healthcare | mobility/pharma/retirement | 4.9% |
| Telecom | wireless/TV/internet | 4.4% |
| Materials | agriculture/minor metals | 2.2% |
| Cash | cash & equivalents | 11.3% |

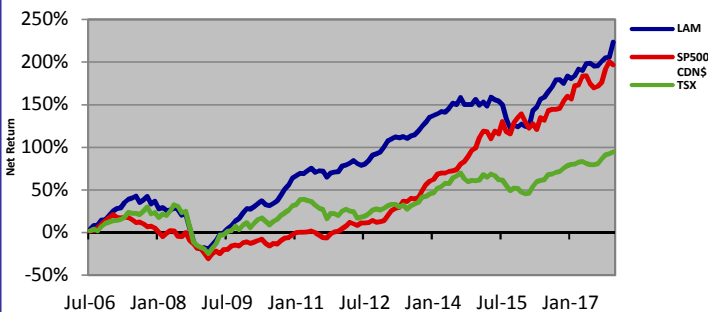
TOP LARGE CAP HOLDINGS

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| Pembina Pipeline (energy infrastructure) |
| CGI Group (IT consulting) |
| BCE (telecom & media) |
| Algonquin (renewable power & utilities) |
| Keyera (energy infrastructure) |
| Telus (telecommunications) |
| Winpak (specialty packaging) |
| Loblaw (food & drug retailing) |
| Corus (TV & radio broadcasting) |
| Emera (power production & distribution) |

TOP SMALL / MID CAP HOLDINGS

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| NAPEC (gas & electrical utility contractor) |
| Andrew Peller (wine production & sales) |
| Borex (renewable power) |
| Logistec (marine & environmental services) |
| Baylin Technologies (wireless antennae) |
| Park Lawn (cemetaries & funeral homes) |
| Badger Daylighting (hydrovac excavation) |
| Innergex (renewable power) |
| K-Bro Linen (industrial laundry services) |
| Equitable Group (mortgage lending) |

Performance vs. Indices



| NET RETURNS | 3 Month | 1 Year | 3 Year | 5 Year | Since July 2006 |
|------------------|---------|--------|--------|--------|-----------------|
| LAM Cumulative | 4.3% | 13.3% | 27.5% | 53.0% | 217.9% |
| TSX Composite TR | 0.5% | 6.7% | 18.8% | 45.9% | 92.0% |
| LAM Value Added | 3.8% | 6.6% | 8.7% | 7.1% | 125.9% |
| LAM Annualized | | 13.3% | 8.4% | 8.9% | 10.5% |
| TSX Composite TR | | 6.7% | 5.9% | 7.8% | 5.8% |
| LAM Value Added | | 6.6% | 2.5% | 1.0% | 4.7% |

INVESTMENT TERMS

| | | |
|-----------------|--|---------------------------|
| Minimum | \$25,000 (accredited)/\$150,000 (non-accredited) | |
| Net Asset Value | \$18.55 | Series F FundSERV: LAF100 |
| Management Fee | 1.5% (plus approx. 0.10% for trading/custodial) | |
| Fund/Firm AUM | \$57.7 Million/\$320 Million | |