



## Enhanced Growth Mandate

CFG Model Portfolio

Reporting as of May 31, 2018

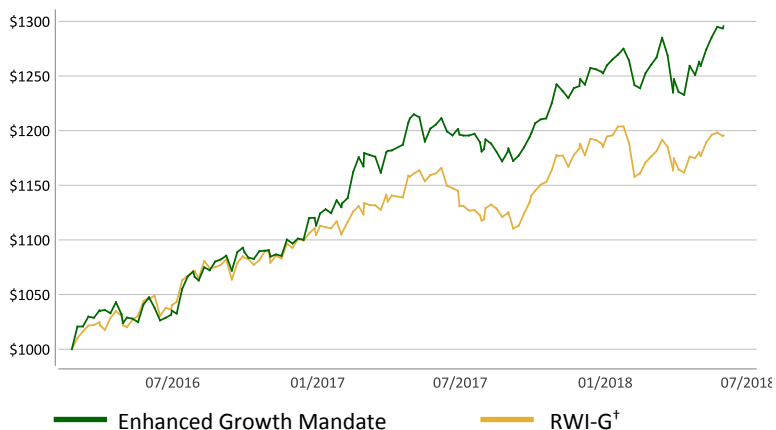
### Portfolio Description

The **Enhanced Growth Mandate** is a three-pool portfolio based on a growth-biased balance between more stable, yield-bearing assets (such as Fixed Income, Preferred Shares, Real Estate Investment Trusts [REITs], Covered Call and Credit Spread Strategies), via the Income Share Class and Option Writing Share Class, and higher-risk, growth-oriented asset classes (primarily Common Shares of publicly listed companies), via the Equity Share Class.

### Investment Objective

The objective of the **Enhanced Growth Mandate** is to achieve better risk-adjusted returns than a passive, low-cost, diversified portfolio benchmark (The Real World Growth Index). The **Enhanced Growth Mandate** aims to achieve this objective by holding in client accounts three Share Classes in target proportions of 25% Income Share Class, 65% Equity Share Class and 10% Option Writing Share Class. Croft Financial Group will rebalance back to this target at least annually. In addition, rebalancing takes place within each Share Class on a more frequent basis to manage market risk, take advantage of market opportunity, and manage cash positions. For further information, including a more detailed description of the investment objectives and strategy for each of the component Share Classes, please review our Relationship Disclosure Document and/or Share Class Fact Sheets, both available at [www.croftgroup.com](http://www.croftgroup.com).

### Growth of \$1000



### Key Statistics

	1 M	3 M	6 M	1 Y	3 Y*	5 Y*	SI*
Returns	2.58%	2.81%	3.88%	7.47%			12.12%
	1.32%	1.66%	0.65%	3.00%			8.22%
Sharpe Ratio	5.80	1.11	0.95	1.05			1.72
	2.81	0.68	-0.06	0.22			1.13
Maximum Drawdown	-0.29%	-4.07%	-4.07%	-4.07%			-4.07%
	-0.28%	-2.52%	-3.82%	-4.75%			-4.75%

■ Enhanced Growth Mandate ■ RWI-G<sup>+</sup>

\*Annualized returns  
Inception date February 29, 2016

### Portfolio

Symbol	Security	Weight
TCG534	Income Share Class	25%
TCG531	Equity Share Class	65%
TCG539	Option Writing Share	10%
Distribution		Monthly
Benchmark <sup>†</sup>		Real World Index – Growth

### Top 10 Holdings (effective)

Security	Weight
ISHARES S&P/TSX CDN PFD	4.14%
F 3.7 08/02/18 CORP	3.44%
BROADCOM LTD	3.17%
BMO LADDERED PREFERRED SHARE	3.17%
FACEBOOK INC	3.09%
VISA INC. CLASS A	3.08%
OPEN TEXT CORP	3.02%
CCL INDUSTRIES INC - CLASS B	3.00%
ALPHABET INC.-CL A	2.76%
CVS HEALTH CORP	2.64%

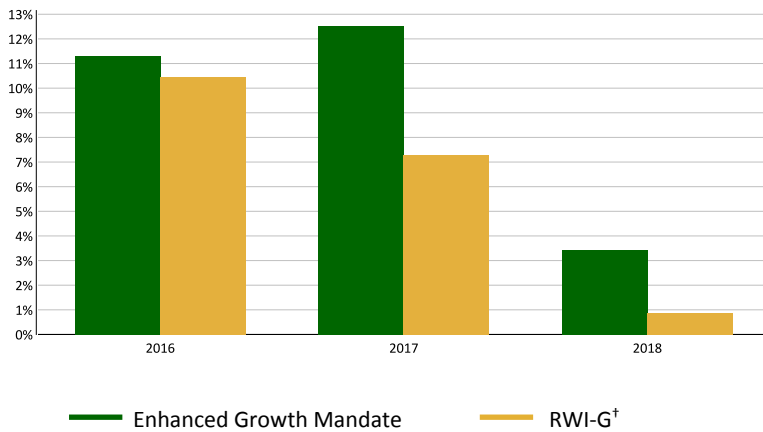
### Annual Returns

Period	Enhanced Growth	RWI-G <sup>+</sup>
2018	3.44%	0.89%
2017	12.52%	7.30%
2016	11.31%	10.46%

### Standard Deviation

Period	Enhanced Growth	RWI-G <sup>+</sup>
Since Inception	5.90%	5.27%
3 years		
5 years		

### Annual Returns



### Disclaimer and Notes

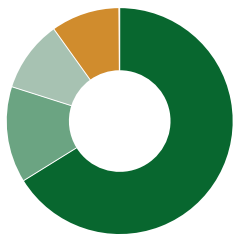
<sup>1</sup> Asset Allocation – CAD actual, marked to market as of close on the date quoted

<sup>2</sup> Sector Allocation – CAD notional, including option exposures with cash adjusted to total 100%

<sup>3</sup>Geographic Allocation – CAD notional, including option exposures with cash adjusted to total 100%

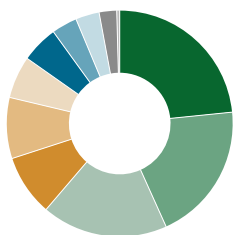
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### Asset Allocation<sup>1</sup>



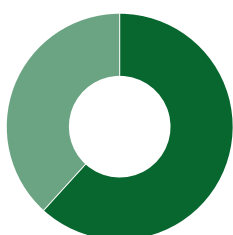
Equity	66.9%
Preferred	13.9%
Cash	10.3%
Bonds & Debentures	9.9%
Private Equity	0.1%
Option	-1.1%

### Sector Allocation<sup>2</sup>



Information Technology	23.4%
Financials	19.9%
Industrials	18.0%
Consumer Discretionary	8.7%
Health Care	8.7%
Consumer Staples	6.0%
Materials	5.3%
Energy	3.7%
Real Estate	3.4%
Utilities	2.5%
Telecommunication Services	0.4%

### Geographic Allocation<sup>3</sup>



Canada	61.7%
United States	38.3%