

QUICK FACTS

INVESTMENT STYLE:

Growth at reasonable price

INVESTMENT APPROACH:

Top down, bottom up

INCEPTION DATE:

April 2000

BENCHMARK:

60% MSCI World Energy Index / 40% MSCI World Materials Index

INVESTMENT TEAM

Stephen Bonnyman, MBA, CFA, PM  
 Ani Markova, MBA, LIFA, CIM, CFA, VP & PM  
 Wai Tong, MBA, P.Eng., CFA, Analyst  
 Dillon Culhane, CPA, CA, CFA, Analyst

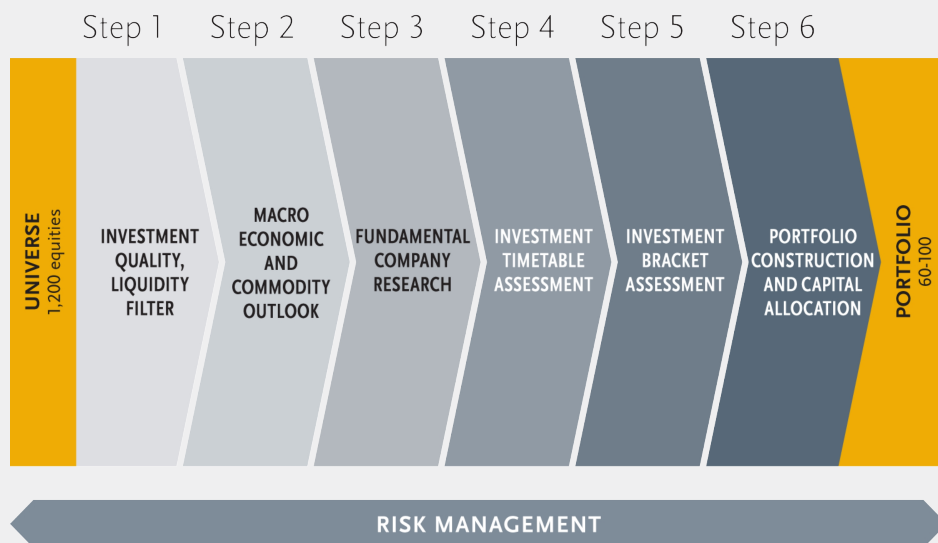
ADDITIONAL INVESTMENT RESOURCES:

Canada: 48  
 United States: 4  
 Singapore: 4  
 Ireland: 2

INVESTMENT PHILOSOPHY

We believe successful investing in the commodities market is achieved by combining a global analysis of the macro-economic environment, together with a disciplined fundamental stock selection process, to uncover the world's best natural resource opportunities.

INVESTMENT PROCESS OVERVIEW



INVESTMENT PROCESS

Our investment process is a continuous cycle that analyzes the macroeconomic environment in order to determine the outlook for the major individual commodities. Within this framework, individual stocks are then selected for the portfolio using in-depth fundamental research.

**Fundamental research:**

The bottom-up element of the investment cycle strives to create a portfolio that is comprised of the companies with the best combination of three key attributes: asset quality, management quality and stock valuation.

**1. Narrowing the eligible universe**

A preliminary liquidity and country filter takes an initial 4,000+ universe of resource equities down to approximately 1,000 companies. A continual fundamental assessment process looking for asset quality and strong management capability further narrows the field to approximately 400 names. This process is largely based upon direct meetings with management, drawing upon decades of experience in the resource business.

**2. In-depth fundamental research**

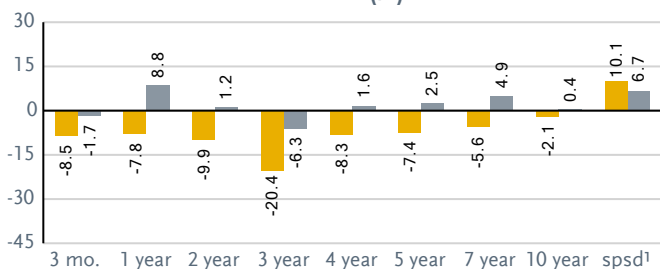
Fundamental research provides a formal

thesis for potential portfolio candidates. The in-depth research includes a detailed review of: a) the management team, b) the quality and growth potential of the assets and reserves, c) competitive positioning, d) the company's financials and e) the company's valuation.

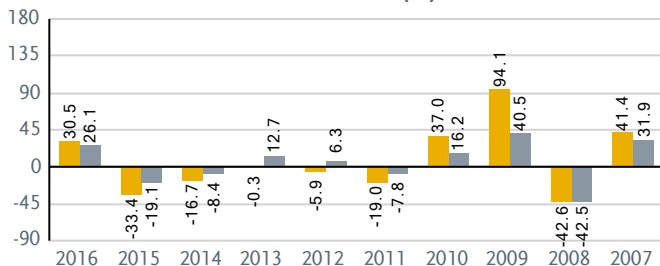
**On-going portfolio review:**

The Team continuously strives to create a portfolio that combines the optimal sector profile with the best quality companies. The portfolio is typically comprised of 70% large- and mid-cap companies, along with 30% smaller, early-stage growth companies.

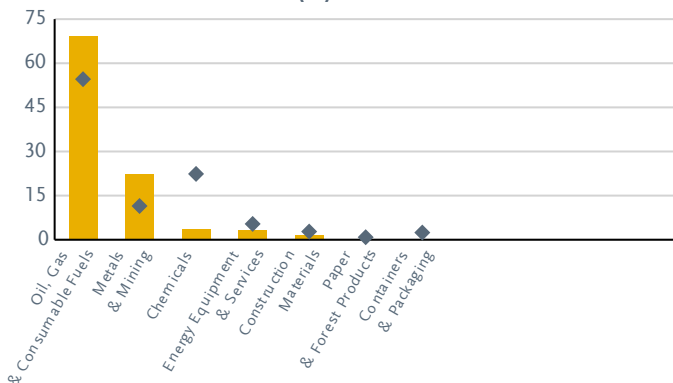
ANNUALIZED PERFORMANCE (%) – USD



CALENDAR YEAR PERFORMANCE (%) – USD



SECTOR ALLOCATION (%)<sup>2</sup>



REGIONAL ALLOCATION (%)<sup>2</sup>



■ Portfolio (gross) ◆ Benchmark ▲

TOP 10 HOLDINGS <sup># 2</sup>

% of Total Assets

Royal Dutch Shell PLC	5.5
Chevron Corp.	4.4
Parex Resources Inc.	4.3
Suncor Energy Inc.	4.1
Ring Energy Inc.	4.0
TOTAL SA	3.5
Parsley Energy Inc.	3.4
Canadian Natural Resources Ltd.	3.3
Seven Generations Energy Ltd.	3.3
Devon Energy Corp.	2.7
<b>Total</b>	<b>38.5</b>
Number of Portfolio Holdings	59

PORTFOLIO CHARACTERISTICS

	Portfolio <sup>■</sup>	Benchmark <sup>▲</sup>
Price/Cash Flow	9.1	10.1
Price/Earnings	31.4	27.5
Forward Price/Earnings	19.5	18.9
Annual Portfolio Turnover	43.4%	-
Dividend Yield	2.2%	2.6%
Price/Book	1.6	1.9

RISK CHARACTERISTICS

(3 year annualized)

	Portfolio <sup>■</sup>	Benchmark <sup>▲</sup>
Beta	1.2	1.0
Information Ratio	-1.7	-
Sharpe Ratio	-0.7	0.0
Standard Deviation	22.4%	16.3%
Tracking Error	8.5%	-

MARKET CAP ALLOCATION

	Portfolio <sup>■</sup>	Benchmark <sup>▲</sup>
More than \$50 billion	22.7	45.2
\$10 to 50 billion	23.4	42.2
\$5 to 10 billion	19.5	9.6
Less than \$5 billion	34.4	2.9
Weighted Average Market Cap	34.2	79.7

■ AGF Global Resources Equity Strategy ▲ 60% MSCI World Energy Index / 40% MSCI World Materials Index <sup>1</sup>SPSD (April 27, 2000)

Source: AGF Investments/ AGF Investment Operations as at June 30, 2017. Strategy information is based on the AGF Global Resources Equity representative account. This information is additional to the GIPS-compliant presentation found at the end of the document.

<sup>2</sup>Cash not included.

This report is not complete without disclaimer.



All information is in U.S. dollars. The performance presented is gross of fees; rates of return for greater than one year have been annualized. Effective October 31, 2016, the calculation methodology for holdings based portfolio characteristics with the exception of weighted average market cap and active share has changed to a weighted ranking methodology, considered by AGF Investments as a better reflection of the relevant attributes. The new methodology, applied prospectively, applies a ranking to each security, uses the percentage market value weight of the security in the portfolio/benchmark and determines a median of extracted securities to arrive at the portfolio/benchmark characteristic (by summing the weight of securities which have a rank to calculate a rank for the portfolio/benchmark and extracting securities with the same portfolio rank).

AGF Investment Operations uses Canadian dollar gross of fees returns and converts them on a monthly basis using spot rates sourced from Bloomberg. The representative account within this presentation is the AGF Global Resources Class which is managed in accordance with the AGF Global Resources Equity Strategy. AGF "Canadian" mutual funds are not available to US investors. The strategies outlined herein are available to non-Canadian institutional investors via institutional programs and services. The net return on investment (calculated using the mutual fund Management Expense Ratio) for the AGF Global Resources Class as at June 30, 2017 for 1 year is -10.73%, 3 year is -22.87%, 5 year is -10.25%, 10 year is -5.13% and since performance start date is 6.65%. Canadian Mutual Funds may not be available to non-Canadian investors.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. The indicated rates of return are the historical annual compounded total return including changes in unit value and reinvestment of all dividends and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

Past performance is not necessarily a guide to future performance. The value of investments and the income from them can fall as well as rise.

Investments denominated in foreign currencies are subject to fluctuations in exchange rates, which may have an adverse effect on the value of the investments, sale proceeds, and on dividend or interest income. Investors may not necessarily recoup the full value of their original investment.

The information contained is intended to provide you with information related to the AGF Global Resources Equity Strategy at a point in time. It is not intended to be investment advice applicable to any specific circumstance and should not be construed as investment advice. Market conditions may change impacting the composition of a portfolio. AGF Investments Inc. assumes no responsibility for any investment decisions made based on the information provided herein.

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Published: July 10, 2017.

AGF Investments

AGF GLOBAL NATURAL RESOURCES EQUITY COMPOSITE (USD)

January 1, 2007 - December 31, 2016

Year	Gross of Fee Composite Return (%)	Benchmark Return (%)	Number of Portfolios	Internal Dispersion (%)	Composite 3-Yr St Dev (%)	Benchmark 3-Yr St Dev (%)	Composite AUM (\$USD mil)	Firm AUM (\$USD mil)
2007	41.36	31.87	1	N/A	N/A	N/A	121.63	36,306
2008	-42.63	-42.52	1	N/A	30.71	24.39	83.40	20,273
2009	94.13	40.50	1	N/A	33.16	26.40	183.34	29,759
2010	37.07	16.20	2	N/A	32.44	28.72	277.99	33,816
2011	-19.32	-7.78	6	N/A	29.19	24.36	366.26	30,575
2012	-5.33	6.29	7	N/A	25.68	22.38	444.29	31,550
2013	-0.24	12.75	6	N/A	22.97	18.39	302.07	25,482
2014	-16.24	-8.38	4	N/A	19.72	14.03	234.28	24,571
2015	-31.89	-19.12	3	N/A	21.84	15.97	197.96	18,957
2016	31.20	26.09	3	N/A	24.16	17.33	151.32	20,143

**Compliance Statement**

AGF Investments claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. AGF Investments has been independently verified for the periods January 1, 2006 - December 31, 2016.

Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The AGF Global Natural Resources Equity Composite has been examined for the period from January 1, 2006 to December 31, 2016. The verification and performance examination reports are available upon request.

**Firm Description**

AGF Investments is a group of wholly owned subsidiaries of AGF Management Limited, a Canadian reporting issuer. The subsidiaries included in AGF Investments are AGF Investments Inc. (AGFI), AGF Investments America Inc. (AGFA), AGF Asset Management (Asia) Limited (AGF AM Asia) and AGF International Advisors Company Limited (AGFIA). AGFA is a registered advisor in the U.S. AGFI is registered as a portfolio manager across Canadian securities commissions. AGFIA is regulated by the Central Bank of Ireland and registered with the Australian Securities & Investments Commission. AGF AM Asia is registered as a portfolio manager in Singapore. The subsidiaries that form AGF Investments manage a variety of mandates comprised of equity, fixed income and balanced assets.

Effective September 30, 2012, AGF Investments includes AGFIA and AGFIA Limited (AGFIA Ltd). The firm definition was redefined in order to include AGFIA and AGFIA Ltd. under the AGFI brand and to centralize operational functions from a GIPS perspective.

Effective January 1, 2014, AGF Investments includes Acuity Investment Management Inc. (Acuity). The firm definition was redefined in order to centralize operational functions from a GIPS perspective.

Effective March 25, 2015, AGFIA Ltd. was deregistered and was removed from AGF Investments. The clients and assets managed under AGFIA Ltd. have been transferred to AGFIA. The firm definition was updated to reflect this event and the change has no impact on the data of this presentation.

Effective April 17, 2015, Acuity was deregistered and was removed from AGF Investments. The clients and assets managed under Acuity have been transferred to AGFI. The firm definition was updated to reflect this event and the change has no impact on the data of this presentation.

**Composite Description**

The Global Natural Resources Equity Composite's mandate is to invest primarily in equity and equity-related securities of companies around the world engaged in the development, production and distribution of products or services related to the natural resource sector.

**Composite Creation Date**

The composite was created in January 2011.

**Benchmark Description**

The benchmark is a static blend of the 60% MSCI World Energy Index and 40% of the MSCI World Materials Index. The MSCI World Energy Index is a market capitalization weighted index that is designed to measure the performance of the Energy sector of the MSCI World Index. The MSCI World Materials Index is a market capitalization weighted index that is designed to measure the performance of the Materials sector of the MSCI World Index.

**Currency**

Valuations and returns are computed and stated in U.S. Dollars.

**Minimum Portfolio Size**

The minimum portfolio size for inclusion into the composite is CAD \$5,000,000, equivalent to USD \$3,719,685 as at Dec.31, 2016

**Calculation Methodology**

Results reflect the reinvestment of dividends, income and other earnings.

Gross-of-fees returns are presented before management expenses and custodial fees, but after all trading expenses and withholding taxes.

Composite returns are calculated using asset-weighted returns by weighing the individual account returns using beginning-of-period values.

**Internal Dispersion Measure**

Internal dispersion is calculated using the asset-weighted standard deviation of all accounts included in the composite for the entire year; it is not presented for periods less than one year or when there were five or fewer portfolios in the composite for the entire year as this is not considered meaningful.

**Three-Year Annualized Ex-Post Standard Deviation**

The three-year annualized standard deviation measures the variability of the composite and the benchmark returns over the preceding 36-month period. The standard deviation is presented once the composite has three full calendar years of performance.

**Fee Schedule**

The maximum management fee for the strategy is 1.15% per annum.

**Additional Information**

Policies for valuing portfolios, calculating performance, preparing compliant presentations, and a complete list and description of firm composites are available upon request at GIPS@AGF.com.

Past performance does not guarantee future results.

