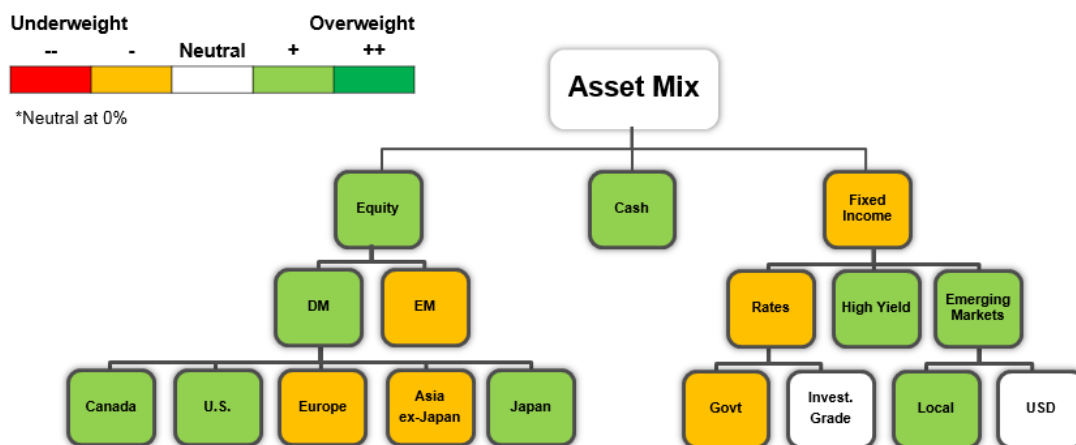


AGF Asset Allocation Committee recommendations

Based on the outlook of the AGF Asset Allocation Committee, AGF Elements Portfolios were rebalanced on April 24, 2017. The following diagram represents the views of AGF's Asset Allocation Committee which influences the underweight and overweight positioning of the Portfolios.

Allocations to AGF's QuantShares ETFs were introduced to the Portfolios at the rebalance on April 24, 2017. The QuantShares Enhanced Core ETFs, managed by AGFiQ¹, follow an active, proprietary quantitative multi-factor investment process aiming to provide exposure to equity securities of a specific region. By understanding and targeting the multiple factors that drive market returns, AGFiQ's strategy allows for active positions that provide opportunities for total return. At the same time, their unique approach to understanding and managing risk provides important benefits to AGF Elements in the form of protection from significant losses. This combination of strong market participation with better downside protection is a unique value proposition, aligning well with the objectives of the Elements portfolios as they seek to provide long-term capital appreciation with reduced volatility. To learn more about the QuantShares Enhanced Core ETFs please visit www.agfiq.com.



Source: AGF Asset Allocation Committee, April 2017

Fixed Income

- Our overall fixed income allocation remains underweight as central bank policy and rising inflation could pressure rates
- Emerging market debt is most preferred within the asset class as the economic backdrop continues to improve
- USD denominated debt was upgraded to moderately overweight, though local denominated debt is still preferred between the two

Cash

- Cash overweight remains*

*Neutral cash weight is 0%

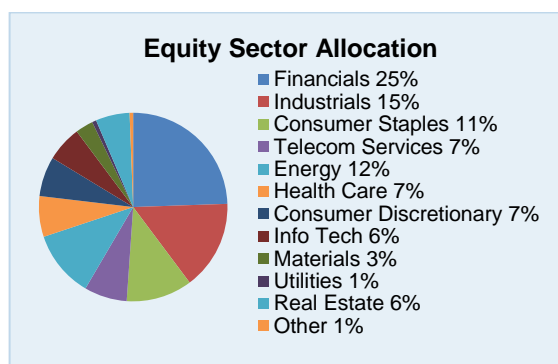
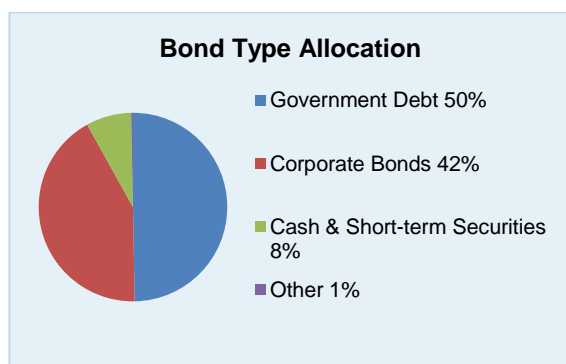
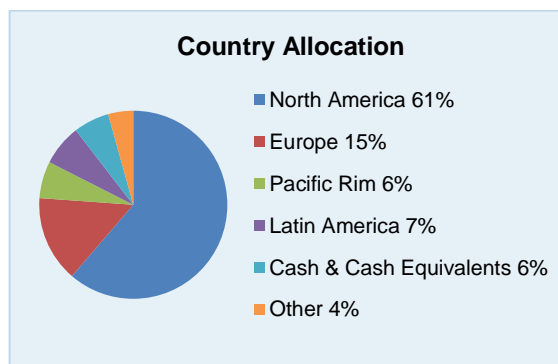
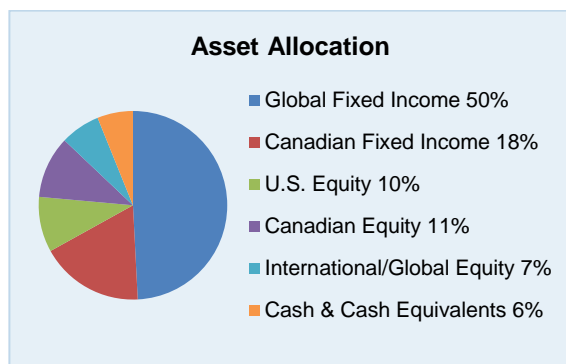
Equities

- Our overall equity view is moderately favourable over fixed income, resulting in a slight overweight, though less so compared to the prior period
- Developed markets continue to be preferred, though prospects for emerging markets are improving
- Within Canada, large-cap equities are preferred over small-cap equities
- Outlook for the U.S. remains positive relative to other developed markets
- Europe was downgraded to moderately underweight due to near-term political risks
- Japan as upgraded to a modest overweight with attractive valuations and supportive central bank policy
- Exposure to Asia Pacific (ex-Japan) remains underweight

¹ AGFiQ Asset Management (AGFiQ) is a collaboration of investment professionals from Highstreet Asset Management Inc. (HAMI), a Canadian registered portfolio manager, and of FFCM, LLC (FFCM), a U.S. SEC-registered adviser. This collaboration makes up the quantitative investment team. Quantshares are ETFs offered by AGF Investments Inc. and managed by Highstreet Asset Management. Quantshares ETFs are listed on the Toronto Stock Exchange and may only be bought and sold through licensed dealers.

Percent Target Allocations	Neutral Allocation	Current Quarter	Previous Quarter	Change
Canadian Equities	10	13	13	-
AGF Dividend Income Fund		13	13	-
International/Global Equities	15	15	17	-2
AGF Global Dividend Fund		15	17	-2
Canadian Fixed Income	15	16	15	+1
AGF Fixed Income Plus Fund ²		16	15	+1
Global Fixed Income	60	56	55	-1
AGF Global Bond Fund		23	21	+2
AGF Total Return Bond Fund		21	21	-
AGF High Yield Bond Fund ³		6	7	-1
AGF Emerging Markets Bond Fund		6	6	-

CURRENT ALLOCATIONS (as of April 24, 2017)



² AGF Canadian Bond Fund and AGF Inflation Plus Bond Fund merged into AGF Fixed Income Plus Fund on May 20, 2016.

³ On April 10, 2012, unitholders approved a change in the investment objective providing the Fund with greater flexibility to invest in high-yield bonds issued or guaranteed by corporations around the world.

QUARTER REVIEW – Q1 2017

Fund Performance

- For the quarter ended March 31, 2017, the AGF Elements Yield Portfolio returned 2.4% while the blended benchmark returned 1.8%. The blended benchmark is composed of 60% Barclays Capital Global Aggregate Bond Index/15% FTSE TMX Canada Universe Bond Index/15% MSCI All Country World Index/10% S&P/TSX Composite Index.
- The Portfolio's benchmark asset mix is 75% fixed income and 25% equities. Relative to the benchmark, the Portfolio maintained a slight underweight to fixed income, with greater exposure to equities based on the AGF Asset Allocation Committee's more constrictive view for the asset class. This positioning contributed to out-performance, particularly through exposure to global equities.
- During the quarter, the Portfolio's allocation to fixed income was reduced further in favour of Canadian equities. This contributed to performance, as fixed income remained in a tight range following a material rise in yields during the prior period caused by reflation trends, rising economic activity and optimism following the U.S. election. An out-of-benchmark exposure to high yield bonds within the fixed income asset class also contributed, as high yield outperformed most other fixed income categories.
- The Portfolio's underlying equity funds experienced mixed results in comparison to their respective benchmarks as AGF Dividend Income Fund outperformed, while AGF Global Dividend Fund underperformed, though the fund did perform strongly on an absolute return basis. Underlying fixed income performance was largely positive during the quarter as all funds outperformed their respective benchmarks except for AGF Emerging Market Bond Fund, which lagged its benchmark yet still earned positive returns during the period.

Performance as of March 31, 2017 (NET OF FEES)	PSD	3mo	6mo	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Since PSD
AGF Elements Yield Portfolio	25/11/2005	2.44	1.73	2.44	6.59	4.35	4.93	4.18	4.89
AGF Dividend Income	14/04/2003	2.59	7.99	2.59	14.30	5.17	6.61	3.30	8.94
AGF Emerging Markets Bond	02/11/2010	3.32	1.62	3.32	6.27	5.36	5.34	-	4.67
AGF Fixed Income Plus	30/11/1998	1.40	-1.93	1.40	1.38	2.37	2.46	3.36	4.32
AGF Global Bond	15/06/2010	1.58	-2.87	1.58	0.42	3.68	4.10	-	4.48
AGF Global Dividend	09/08/2007	4.07	6.47	4.07	11.47	10.54	12.81	-	7.00
AGF High Yield Bond	08/02/1994	2.53	3.43	2.53	12.04	2.55	4.61	4.44	5.30
AGF Total Return Bond	15/06/1994	2.59	1.92	2.59	7.57	3.34	4.83	4.63	6.23

For more information, please contact your financial representative.

All market figures are provided by Bloomberg.

The commentaries contained herein are provided as a general source of information based on information available as of April 24, 2017 and should not be considered as personal investment advice or an offer or solicitation to buy and/or sell securities. Every effort has been made to ensure accuracy in these commentaries at the time of publication; however, accuracy cannot be guaranteed. Market conditions may change and the manager accepts no responsibility for individual investment decisions arising from the use of or reliance on the information contained herein.

The information contained herein was provided by AGF Information Delivery as at April 24, 2017 and intends to provide you with the information related to AGF Elements Portfolios at a point in time. It is not intended to be investment advice applicable to any specific circumstances and should not be construed as investment advice. Market conditions may change impacting the composition of the Portfolios. AGF Investments assumes no responsibility for any investment decisions made based on the information provided herein.

The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for, or a component of, any financial instruments, products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaim all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com)

Source: FTSE "All rights in the FTSE/TMX Canada Universe Bond Index (the "Index") vest in FTSE International Limited ("FTSE"). "FTSE®" is a trade mark of the London Stock Exchange Group companies and is used by FTSE under licence. AGF Funds have been developed solely by AGF Investments Inc. The Index is calculated by FTSE or its agent. FTSE and its licensors are not connected to and do not sponsor, advise, recommend, endorse or promote the AGF Funds and do not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the Index or (b) investment in or operation of the AGF Funds. FTSE makes no claim, prediction, warranty or representation either as to the results to be obtained from the AGF Funds or the suitability of the Index for the purpose to which it is being put by AGF Investments Inc."

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the Elements prospectus before investing. Mutual funds are not guaranteed; their values change frequently and past performance may not be repeated. The payment of distributions should not be confused with a fund's performance, rate of return or yield. If distributions paid by the fund are greater than the performance of the fund, your original investment will shrink. Distributions paid as a result of capital gains realized by a fund, and income and dividends earned by a fund are taxable in your hands in the year they are paid. Your adjusted cost base will be reduced by the amount of any returns of capital. If your adjusted cost base falls below zero, you will have to pay capital gains tax on the amount below zero.

The All World Tax Advantage Group is a mutual fund corporation that currently offers approximately 20 different classes of securities. In addition to fund diversification by investment style, geography and market capitalization, a key benefit of investing in any of the classes within the group is the possibility of sharing incurred expenses (and losses) of the combined structure potentially offsetting income earnings to minimize chance of a dividend declaration. For a more detailed explanation, please see AGF.com/disclaimers.

Publication date: May 1, 2017