

Why AGF Fixed Income Plus Fund, Why Now

In today's low-rate environment, many income-oriented investors are looking for higher income – but many of those same investors also rank preservation of capital as an important consideration.

AGF Fixed Income Plus Fund is designed for these investors. Its core investment-grade holdings are complemented by additional fixed-income investments that can help increase yield and capital appreciation potential without assuming an equal increase in risk.

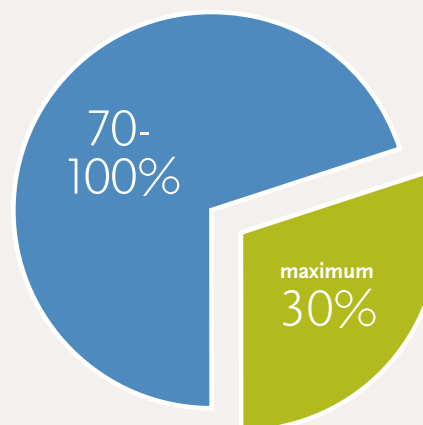
What you get

- › A “**core plus**” strategy successfully employed for more than 20 years
- › **Greater diversification** – both by fixed-income sector and geography* – that can boost yield and income
- › **Greater yield potential** – Option to invest in high-yield bonds, convertible debentures and emerging-market debt offers investors increased yield and total return potential in a low-yield environment
- › **Complementary** – A fixed-income portfolio that can complement other core holdings as it tends to be less interest-rate sensitive than its peers due to the inclusion of alternative fixed-income instruments
- › **Flexibility** – Greater manoeuvrability to be responsive to changing market and economic environments
- › **Experience** – The same portfolio manager on the Fund since 1998, who has managed through multiple interest-rate scenarios and market environments
- › **Expertise of a team of global fixed-income specialists** whose strengths lie in capturing :
 - › investment opportunities through the team's disciplined methodology,
 - › inefficiencies across global fixed-income markets using proprietary models and fundamental research

What the Fund invests in

Its core bond portfolio is designed to be conservative. The core strategy emphasizes preservation – achieved through high-quality, investment-grade fixed-income securities offering attractive yield spreads.

Plus, the added ability to invest in additional fixed-income securities such as high-yield bonds, emerging-market bonds and convertible debentures.



Conservative core: 70-100%	
Investment grade	70-100%
Government: minimum	25%
Short-term (inc. cash)	0-20%
Conservative duration exposure	
Plus portion: maximum 30%	
High-yield bonds	0-25%
Convertible securities	0-25%
Emerging-market debt	0-25%

* Up to 49% foreign content

The “Plus” in AGF Fixed Income Plus Fund

With Canadian government bond yields close to multi-decade lows, finding fixed-income investment opportunities in a low interest-rate environment can be challenging for investors. Longer-term bonds can offer higher yield; however, their prices are more susceptible to interest-rate changes.

The “Plus” in AGF Fixed Income Plus Fund – including securities such as high-yield bonds, convertible debentures and emerging-market bonds – enables the Fund to maximize potential yield and capital appreciation, while the “Core” – with its high-quality, investment-grade fixed-income securities – enables the Fund to maintain a low risk profile.

“Plus” strategy includes the following income-oriented asset categories*

HIGH-YIELD BONDS
0 – 25%

- › Higher yields relative to investment-grade bonds
- › Performance driven more by credit and less by interest rates
- › Generally, low correlation with FTSE TMX Canada Universe Bond Index

CONVERTIBLE SECURITIES
0 – 25%

- › Strong downside protection relative to stocks
- › Good upside potential versus bonds
- › Price can participate in equity market advancement

EMERGING-MARKET BONDS
0 – 25%

- › Higher yields relative to developed-market bonds
- › Good diversification benefits versus developed-market bonds
- › Low correlation dampens volatility

“We are high-conviction, active managers who manage nimble, well-diversified and risk-controlled strategies.”

– AGF Fixed Income Team

* Any combination thereof up to 30% of total portfolio.

Contact your Financial Advisor and visit AGF.com to see how AGF Fixed Income Plus Fund can meet your need for both income and lower risk.

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 of companies and is used by FTSE under licence.

Effective April 1, 2016, AGF reduced the MF Series management fee from 2.00% to 1.50%. AGF Canadian Bond Fund and AGF Inflation Plus Bond Fund merged into AGF Fixed Income Plus Fund on May 20, 2016. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Sales, redemption, distribution and optional charges or income taxes payable by any security holder will reduce overall returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

The information contained herein is intended to provide you with general information related to investment alternatives and strategies and is not intended to be comprehensive investment advice applicable to the circumstances of a specific investor. We strongly recommend consulting with a professional advisor prior to making investment decisions. 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 24, 2016.