

RETHINK INCOME STRATEGIES

Many investors may be looking for income from their investments, but have different requirements and considerations. What are you looking for?

- Greater stability from volatile markets
- Steady cash flow
- Increased tax efficiency
- A way to stay ahead of inflation
- Protection from the impact of rising interest rates
- Higher total returns
- A more comfortable retirement

For every income need, there is a solution. Find it with AGF.



Income across the spectrum

Select the solutions that best fit your needs

Depending on your stage of life, financial goals, risk tolerance and time horizon, your financial advisor and AGF can find a solution that can help meet your needs.

Looking for core fixed-income

Fixed-income investments can help dampen portfolio volatility, preserve capital, reduce risk and generate income.

Fund	Description	Annual Distribution	Portfolio Manager(s)
AGF Fixed Income Plus Fund¹/Class	This fund seeks steady income by investing primarily in high-quality Canadian government and corporate fixed-income securities. This fund may also invest in high-yield bonds, convertible debentures and emerging market debt.	Estimated 2-3%	David Stonehouse, MBA, CFA AGF Investments Inc.
AGF Global Bond Fund	This flexible global bond fund aims to provide interest income and capital appreciation by investing in investment-grade debt securities of governments, corporations and other issuers around the world.	Estimated 1-2%	Jean Charbonneau, MBA AGF Investments Inc.
AGF Total Return Bond Fund/Class	This global bond fund provides a higher level of interest income (relative to more traditional fixed-income strategies) and capital appreciation potential through a diversified portfolio of debt securities from issuers around the world.	Estimated 3-4%	Tristan Sones, CFA AGF Investments Inc.

Looking for income balanced with equity exposure

In today's low interest-rate environment, it is challenging to earn a reasonable return without increasing risk. These balanced funds provide potential to achieve equity-like returns with less risk.

Fund	Description	Annual Distribution	Portfolio Manager(s)
AGF Diversified Income Fund²/Class³	This fund seeks a higher level of current income (relative to more traditional fixed-income strategies) and long-term growth of capital by investing in a wide range of fixed-income and other income-producing securities from around the world.	Targeted 4%, paid monthly	David Stonehouse, MBA, CFA AGF Investments Inc.
AGF Dividend Income Fund⁴	This fund provides investors with the opportunity for long-term capital appreciation and enhanced yield potential by investing in high dividend-paying stocks.	Variable, as earned	Fred Steciuk, Mark Stacy, Highstreet Asset Management Inc.
AGF Monthly High Income Fund⁵	This fund aims to deliver maximum cash flow through a balanced portfolio of high dividend-paying stocks and bonds.	Targeted 5%, paid monthly	Peter Frost, MBA, CFA AGF Fixed Income Team AGF Investments Inc.
AGF Tactical Income Fund⁶	This Canadian fund provides investors with a diversified portfolio of income-producing equities coupled with a selected exposure to corporate bonds.	Targeted 6%, paid monthly	Greg Bay, CFA Michael Fricker, MBA, CFA Cypress Capital Management Ltd.
AGF Traditional Income Fund⁷	This fund focuses on equities with above-average dividend growth and fixed-income securities with strong fundamentals.	Targeted 3%, paid monthly	Peter Frost, MBA, CFA AGF Fixed Income Team AGF Investments Inc.
AGF Equity Income Focus Fund⁸	This actively managed fund-of-fund's objective is to achieve a high level of income and capital appreciation by investing primarily in fixed income and dividend-paying equities globally.	Targeted 5%, paid monthly	AGF Asset Allocation Committee AGF Investments Inc.
AGF Income Focus Fund^{8,9}	This fund-of-fund's objective is to provide income by investing in fixed-income securities and dividend-paying equity securities.	Targeted 3%, paid monthly	AGF Asset Allocation Committee AGF Investments Inc.

See Page 4 for important disclaimers.

Looking to complement your core fixed-income portfolio

Investing in fixed-income categories such as high-yield bonds, emerging market bonds and convertible debentures may help not only to boost income and capital appreciation potential, but also, to reduce overall portfolio risk through the benefits of diversification.

Fund	Description	Annual Distribution	Portfolio Manager(s)
AGF Emerging Markets Bond Fund	This fund capitalizes on fixed-income opportunities in emerging markets by investing in the three main categories of emerging-market debt and currencies.	Estimated 3-5%	Tristan Sones, CFA AGF Investments Inc.
AGF Global Convertible Bond Fund	The fund seeks to generate long-term total returns by investing in convertible bonds, providing an opportunity for equity participation with the downside protection characteristic of bonds.	Variable, paid quarterly	David Stonehouse, MBA, CFA AGF Investments Inc.
AGF High Yield Bond Fund¹⁰	This bond fund provides exposure to high-yield bonds, which may be an ideal choice for investors building a diversified portfolio and seeking a higher potential monthly distribution.	Estimated 5-6%	Tom Nakamura, CFA AGF Investments Inc.

Looking to protect your portfolio from rising interest rates

As interest rates rise, income-dependent investors should consider solutions designed to mitigate the potential negative impact on their investments' total return.

Fund	Description	Annual Distribution	Portfolio Manager(s)
AGF Floating Rate Income Fund	This fund provides monthly income (that floats with changing interest rates) and capital growth by investing in U.S. senior secured bank loans. This asset class provides protection against interest-rate risk and offers low correlation to typical fixed-income and equity securities.	Estimated 1-3%	Scott Page, MBA, CFA Craig Russ Michael Weilheimer, MBA, CFA Eaton Vance Management



AGF Elements Yield Portfolio/Class^{8, 11}

Consider a managed solution that offers a diversified portfolio of income-producing investments designed for low volatility and a targeted annual distribution of 5%, paid monthly. Multi-level diversification can help to both enhance returns and reduce risk.

AGF Elements Yield Portfolio aims to provide:

- Stability** – potential for capital preservation with low volatility
- Consistent income** – targeted annual distribution paid monthly
- Growth potential** – opportunity for portfolios to grow and stay ahead of inflation

Corporate Class – a more tax-efficient way to invest

By choosing to invest in funds within a corporate class structure, investors can reduce the chances their non-registered investments will distribute taxable dividends.

When you buy the class version of a fund, you are buying a 'share' in an incorporated Canadian company. As a result:

- Earnings and expenses of the fund can be applied against those of other funds contained within the corporate class structure, possibly canceling out taxable earnings
- Losses incurred by any fund within the structure can be applied against the realized gains and income of others

This offsetting of earnings and gains with expenses and losses decreases the chances of a taxable dividend.

Targeted annual payouts to meet your cash flow needs

You may have rising income needs to help meet your expenses and provide a quality lifestyle into retirement. AGF's Series T and Series V provide targeted annual payouts that offer the potential for more stable, longer-term cash flow.

- AGF's Series T provides an 8%* targeted annual payout paid monthly
- AGF's Series V provides a 5%* targeted annual payout, paid monthly

Not just for fixed-income funds

Series T and Series V can be particularly suitable for investors in an equity or balanced fund looking for consistent cash flow as well as capital growth.

The potentially tax-efficient nature of these distributions is well suited for investors with unregistered accounts where tax planning is a critical part of their overall investment strategy.

For more information, visit AGF.com/Income and contact your financial advisor.

* The targeted annual distribution is based on the Fund's or Portfolio's previous year-end net asset value and is subject to change. Monthly distributions on Series T and Series V shares may generally be a return of capital so long as there is sufficient capital attributable to the relevant series. 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.

¹ AGF Canadian Bond Fund and AGF Inflation Plus Bond Fund merged into AGF Fixed Income Plus Fund on May 20, 2016. Effective April 1, 2016, the MF Series management fee was reduced from 2.00% to 1.50%.

² On August 12, 2009, unitholders approved a change in the investment objective increasing the portfolio's diversification to include high-yielding and dividend-paying securities.

³ On March 31, 2010, shareholders approved a change in the investment objective permitting investments in units of Acuity Diversified Income Fund (now called AGF Diversified Income Fund).

⁴ Effective June 26, 2015, Highstreet Asset Management Inc. assumed portfolio management responsibility for AGF Dividend Income Fund.

⁵ AGF Monthly High Income Fund's targeted annual distribution was reduced from 6% to 5%, paid monthly, effective January 1, 2016.

⁶ On August 12, 2009, the Fund changed its investment objective to permit investments in corporate debt of any grade. Effective April 1, 2016, the MF Series management fee was reduced from 2.50% to 2.00%.

⁷ AGF Traditional Balanced Fund merged into AGF Traditional Income Fund on July 10, 2015. AGF Traditional Income Fund's targeted annual distribution was reduced from 4% to 3%, paid monthly, effective January 1, 2016.

⁸ For more information regarding the underlying funds, please refer to AGF.com.

⁹ On April 9, 2014, unitholders approved a change in the investment objective to provide income by investing primarily in fixed-income securities and dividend-paying equity securities.

¹⁰ On April 10, 2012, shareholders 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.

¹¹ For up-to-date information, visit AGF.com/Elements.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. 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 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. While the articles of AGF All World Tax Advantage Group Limited provide authority to make distributions out of capital and AGF All World Tax Advantage Group Limited intends both to calculate capital in the manner contemplated by the corporate statute for corporations that are not mutual fund corporations and only to declare distributions out of capital if there is sufficient capital attributable to a series, no definitive case law exists to confirm that a mutual fund corporation may make distributions of capital and how it is to be calculated. Further, no advance income tax ruling has been requested or obtained from Canada Revenue Agency, nor is AGF aware of any published advance income tax ruling or the possibility of obtaining such a ruling, regarding the characterization of such distributions or the calculation of capital for such purposes.

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