SIMPLIFIED PROSPECTUS OF HARMONY POOLS AND PORTFOLIOS
DATED JUNE 27, 2018

Harmony Canadian Equity Pool[1,2,3,4,5]
Harmony Canadian Fixed Income Pool[1,2,3,4,5]
Harmony Diversified Income Pool[1,2,3,4,5]
Harmony Global Fixed Income Pool[1,2,3,4,5]
Harmony Money Market Pool[1,2,5]
Harmony Overseas Equity Pool[1,2,3,4,5]
Harmony U.S. Equity Pool[1,2,3,4,5]

(the "**Pools**")

Harmony Balanced Growth Portfolio[1,2,3,4,5]
Harmony Balanced Growth Portfolio Class[*,1,2,3,4,5]
Harmony Balanced Portfolio[1,2,3,4,5]
Harmony Conservative Portfolio[1,2,3,4,5]
Harmony Growth Plus Portfolio[1,2,3,4,5]
Harmony Growth Plus Portfolio Class[*,1,2,3,4,5]
Harmony Growth Portfolio[1,2,3,4,5]
Harmony Growth Portfolio Class[*,1,2,3,4,5]
Harmony Maximum Growth Portfolio[1,2,3,4,5]
Harmony Maximum Growth Portfolio Class[*,1,2,3,4,5]
Harmony Yield Portfolio[1,2,3,4,5]

(the "**Portfolios**")

* Classes of Harmony Tax Advantage Group Limited.
1 Embedded Series Securities Offered.
2 Series F Securities Offered.
3 Series T Securities Offered.
4 Series V Securities Offered.
5 Wrap Series Securities Offered.

No securities regulatory authority has expressed an opinion about these securities. It is an offence to claim otherwise.

The Pools, Portfolios and the securities they offer under this simplified prospectus are not registered with the U.S. Securities and Exchange Commission. Securities of the Pools and Portfolios are offered and sold in the United States only in reliance on exemptions from registration.

TABLE OF CONTENTS

INTRODUCTION

This document contains selected important information to help you make an informed investment decision about the Pools and Portfolios and to help you understand your rights as an investor. This document contains information about the Pools and Portfolios and the risks of investing in mutual funds generally, as well as the name of the firm responsible for the management of the Pools and Portfolios. In this simplified prospectus:

- ***we***, ***us***, ***our*** and ***AGF*** refer to AGF Investments Inc.
- ***Board*** refers to the board of directors of Harmony Tax Advantage Group.
- ***Canadian Related Underlying Non-IPU ETF*** means an ETF that is a mutual fund managed by AGF or an affiliate of AGF, domiciled in Canada, the securities of which are listed for trading on a stock exchange in Canada and not IPUs.
- ***Class(es)*** refers to a Corporate Class Portfolio.
- ***Corporate Class Portfolios*** refer to the Harmony mutual fund Portfolios that are structured as classes of Harmony Tax Advantage Group and issue shares.
- ***CRA*** refers to Canada Revenue Agency.
- ***Embedded Series*** refers to the Embedded Series securities of the Pools and Portfolios offered in this simplified prospectus.
- ***ETFs*** refers to investment funds traded on a stock exchange (i.e. exchange-traded funds).
- ***Group RRSP*** refers to a group registered retirement savings plan.
- ***Group TFSA*** refers to a group tax-free savings account.
- ***Harmony Tax Advantage Group*** refers to Harmony Tax Advantage Group Limited, the mutual fund corporation that offers the Classes. Each Class is like a separate mutual fund with its own investment objectives.
- ***IPU*** refers to an index participation unit which is a security traded on a stock exchange in Canada or the U.S. and issued by an issuer the only purpose of which is to (a) hold the securities that are included in a specified widely quoted market index in substantially the same proportion as those securities are reflected in that index, or (b) invest in a manner that causes the issuer to replicate the performance of that index.
- ***LIF*** refers to a life income fund.
- ***LIRA*** refers to a locked-in retirement account.
- ***LRIF*** refers to a locked-in retirement income fund.
- ***LRSP*** refers to a locked-in retirement savings plan.
- ***Non-IPU*** refers to a security which is not an IPU.
- ***Pools*** refer to all of the Harmony mutual fund Trust Pools within the Harmony Investment Program, and Pool refers to any one of them.
- ***Portfolios*** refer to all of the Harmony mutual fund Portfolios within the Harmony Investment Program, whether offered as Trust Portfolios or Corporate Class Portfolios, and Portfolio refers to any one of them.
- ***PRIF*** refers to a prescribed retirement income fund in Saskatchewan and Manitoba.
- ***registered dealer*** refers to the firm the registered representative works for.
- ***registered representative*** refers to an individual who is registered to sell mutual funds.
- ***Related Underlying ETF*** means an ETF that is a mutual fund managed by AGF or an affiliate, domiciled in Canada or the U.S., the securities of which are not IPUs.
- ***RLIF*** refers to a restricted life income fund.
- ***RLSP*** refers to a restricted locked-in savings plan.
- ***RRIF*** refers to a registered retirement income fund.
- ***RRSP*** refers to a registered retirement savings plan.
- ***securities*** refers to units and/or shares, as applicable, of the Pools and Portfolios.
- ***securityholders*** refers to unitholders and/or shareholders, as applicable, of the Pools and Portfolios.
- ***Series F*** refers to the Series F securities of the Pools and Portfolios offered in this simplified prospectus.
- ***Series T*** refers to the Series T securities of the Pools and Portfolios offered in this simplified prospectus.
- ***Series V*** refers to the Series V securities of the Pools and Portfolios offered in this simplified prospectus.
- ***Tax Act*** refers to the *Income Tax Act* (Canada).
- ***TFSA*** refers to a tax-free savings account.

- ***Trust Pools*** and ***Trust Portfolios*** refer to the Harmony mutual fund Pools and Portfolios that are structured as mutual fund trusts and issue units.
- ***underlying fund***, with respect to a Portfolio refers to the Underlying Pools in which the Portfolio invests, and with respect to a Pool refers to an investment fund in which a Pool invests (including an AGF Fund, an ETF, Underlying Non-IPU ETF, U.S. Underlying Non-IPU ETF, Canadian Related Underlying Non-IPU ETF, U.S. Related Underlying Non-IPU ETF or otherwise).
- ***Underlying Pool*** refers to a Trust Pool in which a Trust Portfolio, or a Corporate Class Portfolio invests.
- ***Underlying Non-IPU ETF*** means an ETF that is a mutual fund domiciled in Canada or the U.S., the securities of which are not IPUs.
- ***U.S. Underlying Non-IPU ETF*** means an ETF that is a mutual fund, domiciled in Canada or the U.S., the securities of which are listed for trading on a stock exchange in the U.S. and are not IPUs.
- ***U.S. Related Underlying Non-IPU ETF*** means an ETF that is a mutual fund managed by AGF or an affiliate of AGF, domiciled in the U.S., the securities of which are listed for trading on a stock exchange in the U.S. and not IPUs.
- ***Wrap Series*** refers to the Wrap Series securities of the Pools and Portfolios offered in this simplified prospectus.

This simplified prospectus is divided into two parts. The first part, from pages 1 to 45 contains general information that applies to all Pools and Portfolios. The second part, from pages 46 to 103, contains specific information about each of the Pools and Portfolios.

Additional information about each Pool and Portfolio is available in the following documents:

- the annual information form
- the most recently filed Fund Facts
- the most recently filed annual and interim financial statements
- the most recently filed annual and interim management report of fund performance

These documents are incorporated by reference into this document. That means they legally form part of this document just as if they were printed in it. You can get a copy of these documents at no charge by contacting your registered representative, by calling our Harmony Client Services team at 1-800-387-2563, by emailing us at harmony@agf.com or by writing us at:

Harmony Client Services
55 Standish Court, Suite 1050
Mississauga, Ontario L5R 0G3

These documents and other information about the Pools and Portfolios are also available on the internet site of SEDAR at www.sedar.com.

WHAT IS A MUTUAL FUND AND WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND?

Mutual funds offer a simple and affordable way for investors seeking to meet financial goals, such as saving for retirement or a child's education. But what exactly is a mutual fund and what are the risks of investing in a mutual fund?

What is a mutual fund?

A mutual fund is an investment that allows people with similar investment goals to pool their money in a diversified portfolio. A professional portfolio manager uses that money to buy securities, such as stocks, bonds, cash or a combination of these, depending on the mutual fund's investment objectives. The portfolio manager makes all the decisions about which securities to buy and when to buy and sell them.

You invest in a mutual fund by buying securities of the fund. Each security represents a portion of the value of the investments of the fund. Mutual fund investors share in the fund's income and expenses, as well as in any gains or losses in proportion to the number of securities they own, after taking into account any special dividends or distributions.

How mutual funds are structured

The Trust Pools and Trust Portfolios are mutual fund trusts. Harmony Tax Advantage Group is a mutual fund corporation which offers Classes. Each Class within Harmony Tax Advantage Group is like a separate mutual fund with its own investment objectives.

Both mutual fund trusts and mutual fund corporations allow you to pool your money with other investors, however, there are a few differences you should know about:

- You buy "units" of a mutual fund trust and "shares" of a mutual fund corporation. Units and shares both represent ownership.
- Each of the Harmony mutual fund trusts offered under this simplified prospectus has only one investment objective. In contrast, Harmony Tax Advantage Group has several different investment objectives and each investment objective is represented by a separate class (i.e. a Corporate Class Portfolio) of shares. Each class of a mutual fund corporation works like a separate mutual fund. Shares are issued and redeemed on the basis of the net asset value of the class.
- Both mutual fund trusts and classes of a mutual fund corporation offer different series of securities, each of which has different features, including some that offer distributions of capital.
- You can switch between series of the same class or a different class of a mutual fund corporation, this is called a conversion. You can also switch between series of the same trust fund, called a reclassification, or switch from one mutual fund trust to another mutual fund trust or to a class of a mutual fund corporation. Please refer to the *Switches* section of this prospectus for further detail.
- A mutual fund corporation is a single entity and taxpayer regardless of how many classes it offers. The mutual fund corporation must consolidate its income, capital gains, expenses and capital losses from all the investments made for all classes in order to determine the amount of tax payable. For example, capital gains of one class are offset by capital losses of another class. With mutual fund trusts, the capital losses of one mutual fund trust cannot be offset against the capital gains of another mutual fund trust. Mutual fund trusts are separate taxpayers.
- An allocation policy is established for a multi-class corporation whereby each asset and liability is allocated either to a specific class or shared amongst multiple classes. AGF has established a policy to determine how it will, to the extent possible, allocate all of Harmony Tax Advantage Group's assets, including its investments, income and gains, and all of Harmony Tax Advantage Group's liabilities, including losses and tax reassessments, to a Class or among the Classes of Harmony Tax Advantage Group in a manner that, in AGF's opinion, is fair, consistent and reasonable.
- A mutual fund corporation pays dividends out of income or capital gains, while a mutual fund trust pays distributions out of income or capital gains. Unlike mutual fund trust distributions, dividends are not declared regularly by a mutual fund corporation. A mutual fund corporation will have to pay tax on all sources of income other than capital gains in the event that it pays capital gains dividends. A mutual fund corporation typically pays out sufficient dividends to recover tax it pays on dividends received from taxable Canadian corporations. A mutual fund trust will not pay taxes on any source of income or

capital gains as long as it distributes its net taxable income to securityholders.

- Both mutual fund corporations and mutual fund trusts may pay distributions out of capital.
- In some cases, the same investment objective and portfolio manager may be offered both by a mutual fund trust and a class of a multi-class mutual fund corporation, although not all the same series. In such circumstances, the investor has the additional option to select a fund based on the investor's particular circumstances.
- While the investment objective of a mutual fund trust and a class of the mutual fund corporation may be identical, the performance of the respective funds may not be identical. While the portfolio manager will generally seek to fairly allocate portfolio investments between the funds, timing differences will occur in available cash flow to each fund. As a consequence, the price at which a portfolio investment may be bought or sold for one fund may differ from the other fund or some of the investments in the funds may not be the same.

What are the Pools?

The Pools are mutual fund trusts that are offered as part of the Harmony Investment Program, a personalized investment management service. Your registered representative works with you to determine your overall investment goals and then recommends a customized portfolio of Pools suited to your goals and tolerance for risk. Minimum investments are usually higher than for traditional mutual funds.

What are the Portfolios?

The Portfolios (Trust Portfolios and Corporate Class Portfolios) are mutual funds that are offered as part of the Harmony Investment Program, a personalized investment management service. The Portfolios are designed to offer strategic asset allocation and diversification. Your registered representative works with you to determine your overall investment goals and then recommends one or more Portfolios, which hold one or more Trust Pools, suited to your goals and tolerance for risk. Minimum investments are usually higher than for traditional mutual funds.

What are the risks?

Just like any investment, Pools and Portfolios have an element of risk. Their holdings are made up of many different investments, depending on their investment objectives. The value of these investments can change from day to day because of changes in interest rates, economic conditions, and market and company news. As a result, the price of the securities of a Pool or Portfolio may go up or down based on these changes. When you sell your investment in a Pool or Portfolio, you could receive less money than you invested.

The level of risk depends on the Pool's or Portfolio's investment objectives and the kinds of securities it invests in. A general rule of investing is that the higher the potential for gains from a particular investment, the higher the risk and potential for losses associated with that investment. Pools or Portfolios that invest in or have exposure to highly liquid, short-term securities, such as treasury bills, usually offer the lowest risk because their potential returns are tied to short-term interest rates. Pools or Portfolios that mainly invest in or gain exposure to bonds and other fixed income securities typically have higher long-term returns, but they carry more risk because their prices can change when interest rates change. Pools or Portfolios that invest in or gain exposure to equity securities, such as common shares, expose investors to the highest level of risk because the prices of these securities can rise and fall significantly in a short period of time.

The risks of investing in a Pool or a Portfolio are the same as the risks associated with the underlying funds in which the Pool or Portfolio invests.

You'll find the specific risks of investing in each Pool or Portfolio in the Pool and Portfolio descriptions starting on page 46.

You should keep in mind that the Pools and Portfolios (like other mutual funds) come with no guarantees. AGF doesn't guarantee that the full amount of your original investment in the Pools or Portfolios will be returned to you.

Unlike bank accounts or guaranteed investment certificates (GICs), your investment in a mutual fund isn't covered by the Canada Deposit Insurance Corporation (CDIC) or any other government deposit insurer.

Under exceptional circumstances, we may temporarily suspend investors' rights to sell securities. See *When you may not be able to buy, switch or sell securities* on page 21 for details.

Specific risks of the Pools and Portfolios

The value of a Pool's or Portfolio's investments can change for many reasons. You'll find the specific risks of investing in each Pool or Portfolio in the Pool and Portfolio descriptions starting on page 46. What follows is a description of the risks (listed in alphabetical order) that may apply to a Pool or Portfolio either directly or indirectly.

Capital erosion risk

Certain Pools and Portfolios, as well as Series T and Series V securities of the Pools and Portfolios, may make distributions comprised in whole or in part of return of capital. A return of capital distribution represents a return to you of a portion of your own invested capital. It therefore reduces the amount of your original investment. A return of capital should not be confused with yield or income generated by a Pool or Portfolio. Return of capital distributions that are not reinvested will reduce the net asset value of the Pool or Portfolio, which could reduce the Pool or Portfolio's ability to generate future distributions.

Changes in legislation risk

There can be no assurance that income tax, securities or other laws, or any administrative practice or interpretation thereof will not be changed in a manner which adversely affects mutual funds or their securityholders.

Class risk

Each Class of Harmony Tax Advantage Group has its own investment objective and own fees and expenses, which are tracked separately. However, there is a risk that the expenses or liabilities of one Class may affect the value of the other Classes. If one Class is unable to pay its expenses, the mutual fund corporation as a whole is legally responsible for covering the shortfall.

Commodity risk

Pools that invest in natural resource companies or in income or royalty trusts based on commodities, such as oil and gas, will be affected by changes in commodity prices. Commodity prices tend to be cyclical and government regulations can affect the price of commodities.

In addition, some Pools invest directly or indirectly in commodities such as gold or silver. The net asset value of these Pools will be affected by changes in the price of such commodities which may occur as a result of a number of factors, including supply and demand, speculation, central bank and international monetary activities, political or economic instability and changes in interest rates. The price of such commodities may fluctuate significantly over a short period of time causing volatility in a Pool's net asset value.

Concentration risk

The Portfolios (Trust Portfolios and Corporate Class Portfolios) will invest a substantial portion of their assets in or obtain exposure to one or more Underlying Pools. A relatively high concentration of assets in a single or small number of Underlying Pools may reduce the Portfolio's liquidity. In addition, some of the Underlying Pools may concentrate their investments in a relatively small number of securities, certain sectors or specific regions or countries. The result is that the securities may not be diversified across many sectors or they may be concentrated in specific regions or countries. A relatively high concentration of assets in a single or small number of investments may reduce the diversification and liquidity of the Underlying Pool.

In addition, some of the ETFs may concentrate their investments in a relatively small number of securities, certain sectors or specific regions or countries. The result is that the securities of the ETF may not be diversified across many sectors or they may be concentrated in specific regions or countries. A relatively high concentration of assets in a single or small number of investments may reduce the diversification and liquidity of the ETF.

Counterparty risk

A Pool may enter into derivatives with one or more counterparties. In entering into a derivative, the Pool will be fully exposed to the credit risk associated with the counterparty. Securityholders will have no recourse or rights against the assets of the counterparty or any affiliate thereof in respect of the derivatives or arising out of the derivatives or in respect of any payments due to securityholders.

Credit risk

Credit risk is the risk that an issuer of a bond or other fixed income security will not be able to pay interest or repay the principal when it is due. Credit risk is generally lowest among issuers that have a high credit rating from an independent credit rating agency. It is generally highest among issuers that have a low credit rating or no credit rating. Debt securities issued by companies or governments in emerging markets may have higher credit risk (lower rated debt), while debt securities issued by well-established companies or by governments of developed countries tend to have lower credit risk (higher rated debt). The prices of securities with a low rating or no rating tend to fluctuate more than securities with higher ratings. They usually offer higher interest rates which may help to compensate for the higher credit risk.

Cybersecurity risk

AGF, the Pools and the Portfolios use information technology and the Internet to streamline business operations and to improve client and advisor experience. However, with the use of information technology and the Internet, AGF and each of the Pools and the Portfolios are exposed to information technology events, through cybersecurity breaches, which could potentially have an adverse impact on their business. In general, a cybersecurity breach can result from either a deliberate attack or an unintentional event, and may arise from external or internal sources. Cybersecurity breaches include, but are not limited to, unauthorized access to AGF's, a Pool's or a Portfolio's digital information systems (ex. through "hacking" or other malicious software code) for the purpose of misappropriating assets or sensitive information (ex. personal securityholder information), corrupting data, equipment, or systems, or causing operational disruption.

Cyber incidents affecting the Pools, the Portfolios, AGF or the Pools' and the Portfolios' service providers (including, but not limited to, a Pool's or a Portfolio's portfolio manager, sub-advisor(s), transfer agent, and custodian) have the ability to interfere with the Pools' and the Portfolios' ability to calculate their NAV, and impede trading, the ability of securityholders to transact business with the Pools and the Portfolios, and the ability of the Pools and the Portfolios to process transactions including redemptions. Similar adverse consequences could result from cyber incidents affecting the issuers of securities in which the Pools and the Portfolios invest and counterparties with which the Pools and the Portfolios engage in transactions.

Cybersecurity breaches could cause AGF, the Pools or the Portfolios to be in violation of applicable privacy and other laws, and incur regulatory penalties, reputational damage, additional compliance costs associated with corrective measures or reimbursement, and/or financial loss. In addition, substantial costs may be incurred to prevent any cyber incidents in the future.

While the Pools, the Portfolios and AGF have established business continuity plans and risk management systems designed to prevent or reduce the impact of cybersecurity attacks, there are inherent limitations in such plans and systems due to the ever changing nature of technology and cybersecurity attack tactics, and the possibility that certain risks have not been identified. Furthermore, although AGF has vendor oversight policies and procedures, a Pool or a Portfolio cannot control the cyber security plans and systems put in place by its service providers or any other third party whose operations may affect the Pool, the Portfolio or their securityholders. As a result, the Pools, the Portfolios and their securityholders could be negatively affected

Depositary securities and receipts risk

In some cases, rather than directly holding securities of non-Canadian and non-U.S. companies, a Pool may hold these securities through a depositary security and receipt (an "ADR" – American Depositary Receipt, a "GDR" – Global Depositary Receipt, or an "EDR" – European Depositary Receipt). A depositary receipt is issued by a bank or trust company to evidence its ownership of securities of a non-local corporation. The currency of a depositary receipt may be different than the currency of the non-local corporation to which it relates. The value of a depositary receipt will not be equal to the value of the underlying non-local securities to which the depositary receipt relates as a result of a number of factors. These factors include the fees and expenses associated with holding a depositary receipt, the currency exchange relating to the conversion of foreign dividends and other foreign cash distributions into local currencies, and tax considerations such as withholding tax and different tax rates between the jurisdictions. In addition, the rights of the Pool, as a holder of a depositary receipt, may be different than the rights of holders of the underlying securities to which the depositary receipt relates, and the market for a depositary receipt may be less liquid than that of the underlying securities. The foreign exchange risk will also affect the value of the depositary receipt and, as a consequence, the performance of the Pool holding the depositary receipt. As the terms and timing with respect to the depositary for a depositary receipt are not within the control of a Pool or its portfolio manager and if the portfolio manager chooses only to hold depositary receipts rather than the underlying security, the Pool may be forced to dispose of the depositary receipt, thereby eliminating its exposure to the non-local corporation, at a time not selected by the portfolio manager of the Pool, which may result in losses to the Pool or the recognition of gains at a time which is not opportune for the Pool.

Derivative risk

A derivative is a contract between two parties. The value of the contract is based on or derived from an underlying asset, such as a stock, a market index, a currency, a commodity or a basket of securities. It is not a direct investment in the underlying asset itself. While derivatives can be useful for hedging against losses, making indirect investments and gaining exposure to financial markets and other assets, they have certain risks:

- There's no guarantee that hedging will be effective.
- There's no guarantee a market will exist for some derivatives. This could prevent a Pool or a Portfolio from making a profit or limiting its losses.
- Exchanges can impose trading limits that could prevent us from carrying out the derivative contract.
- The price of a derivative may not accurately reflect the value of the underlying asset.
- The other party to a derivative contract may not be able to honour its obligations under the contract.
- If money has been deposited with a derivatives dealer and the dealer goes bankrupt, the Pool or Portfolio may lose its deposit.
- Derivatives don't prevent changes in the market value of the investments in a Pool or Portfolio's portfolio or prevent losses if the market value of the investments falls.
- Some exchange traded derivatives may lack liquidity when we try to complete the derivative contract.

Emerging markets risk

In emerging market countries, securities markets may be less liquid, less diverse and may provide less transparency, making it more difficult to buy and sell securities. Also, some emerging markets economies may face political or other non-economic events that may have an impact on the normal functioning of the securities markets. Further, fixed income and equity markets may become more highly correlated at times than developed markets, which may make it difficult to buy and sell securities. The value of mutual funds that invest in emerging markets may fluctuate more than those that invest in developed markets.

Equity risk

The prices of individual equity securities, such as stocks, can rise and fall with the fortunes of the companies that issue them or with the general stock market or economic trends. Changes in the prices of individual equity securities held by a Pool may affect the net asset value of the Pool.

ETF general risks

Some of the Pools intend to invest in ETFs. Certain Portfolios, by virtue of their investment in such Pools, intend to gain exposure to ETFs. There are risks to investing in ETFs generally.

Absence of an active market and lack of operating history risk

There is no guarantee that any particular ETF will be available or will continue to be available at any time. The ETFs may be newly or recently organized investment funds with limited or no previous operating history. Although the ETFs are or will be listed on a Canadian or U.S. stock exchange, or such other stock exchanges as may be approved from time to time by Canadian securities regulators, there can be no assurance that an active public market for the ETFs will develop or be sustained.

Leverage risk

Some ETFs may employ leverage (Leveraged ETF) in an attempt to magnify returns by either a multiple or an inverse multiple of the particular commodity, benchmark, market index, or industry sector. This can result in the Leveraged ETF experiencing more volatility than the particular commodity, benchmark, market index, or industry sector, and achieving longer-term returns that deviate significantly from the particular commodity, benchmark, market index, or industry sector. An investment in a Leveraged ETF may therefore be highly speculative. In addition, Leveraged ETFs can magnify potential gains or losses, and as a result typically have a higher degree of risk than an ETF that simply tracks the particular commodity, benchmark, market index, or industry sector.

Redemption risk

A Pool's ability to realize the full value of an investment in an underlying ETF will depend on such Pool's ability to sell such ETF units or shares on a securities market. If a Pool chooses to exercise its rights to redeem ETF units or shares, then it may receive less than 100% of the ETF's then net asset value per unit or share.

Reinvestment risk

If an underlying ETF pays distributions in cash that a Pool is not able to reinvest in additional units or shares of the ETF on a timely or cost-effective basis, then the performance of such Pool (and any Portfolios that gain exposure to the ETFs) will be impacted by holding such uninvested cash.

Trading price of ETFs risk

Units or shares of an ETF may trade in the market at a premium or discount to the ETF's net asset value per unit or share and there can be no assurance that units or shares will trade at prices that reflect their net asset value. The trading price of the units or shares will fluctuate in accordance with changes in the ETF's net asset value, as well as market supply and demand on the stock exchange.

ETF index risks

Some of the Pools may invest in ETFs involving IPUs, which (i) invest in securities that are included in one or more indices in substantially the same proportion as those securities are reflected in a referenced index or indices, or (ii) invest in a manner that substantially replicates the performance of such a referenced index or indices, whether on a leveraged or unleveraged basis.

Calculation and termination of the indices risk

If the computer or other facilities of the index providers or a stock exchange malfunction for any reason, calculation of the value of the indices and the determination by the manager of the prescribed number of units or shares and baskets of securities may be delayed and trading in units or shares of the ETF may be suspended for a period of time. In the event that an index provider ceases to calculate the indices or the license agreement with the manager of an ETF is terminated, the manager of the ETF may terminate the relevant ETF, change the investment objective of the ETF or seek to replicate an alternative index (subject to investor approval in accordance with the ETF's constating documents), or make such other arrangements as the manager determines.

Cease trading of constituent securities risk

If constituent securities of the indices are cease traded at any time by order of a stock exchange, a securities regulatory authority or other relevant regulator, the manager of the ETF may suspend the exchange or redemption of units or shares of the ETF until such time as the transfer of the securities is permitted by law.

Index investment strategy risk

The indices on which the ETFs are based were not created by the index providers for the purpose of the ETFs. The index providers have the right to make adjustments or to cease calculating the indices without regard to the particular interests of the manager of the ETF, the ETF, or the investors in the ETF.

Rebalancing and adjustment risk

Adjustments to baskets of securities held by ETFs to reflect rebalancing of and adjustments to the underlying indices on which they are based will depend on the ability of the manager of the ETF and its brokers to perform their respective obligations. If a designated broker fails to perform, an ETF would be required to sell or purchase, as the case may be, constituent securities of the index on which it is based in the market. If this happens, the ETF would incur additional transaction costs that would cause the performance of the ETF to deviate more significantly from the performance of such index than would otherwise be expected.

Risk of not replicating the indices

The ETFs will not replicate exactly the performance of the underlying indices on which they are based because the total return generated will be reduced by the management fee payable to the manager of the ETF and transaction costs incurred in adjusting the portfolio of securities held by the ETFs and other expenses of the ETFs, whereas such transaction costs and expenses are not included in the calculation of such indices. It is also possible that, for a short period of time, the ETFs may not fully replicate the performance of such indices due to the temporary unavailability of certain securities that are included in an index in the secondary market or due to other extraordinary circumstances.

Tracking error risk

Deviations in the tracking by an ETF of the index on which it is based could occur for a variety of reasons. For example, where an ETF tenders securities under a successful takeover bid for less than all securities of a constituent issuer and the constituent issuer is not taken out of the applicable index, the ETF would be required to buy replacement securities for more than the takeover bid proceeds.

Adjustments to the basket of securities necessitated by the rebalancing of or adjustment to an index could affect the underlying market for constituent securities of the applicable index which in turn would be reflected in the value of that index. Similarly, subscriptions for units or shares of an ETF by designated brokers and underwriters may impact the market for constituent securities of the index, as the designated broker or underwriter seeks to buy or borrow such securities to constitute baskets of securities to deliver to the ETF as payment for the units or shares to be issued.

ETF industry sector risks

Exposure to non-traditional asset classes entails additional risks. In addition, certain Pools may invest in ETFs that involve one or more industry sector risks.

Investing in one specific sector of the stock market entails greater risk (and potential reward) than investing in all sectors of the stock market. If a sector declines or falls out of favour, the share values of most or all of the companies in that sector will generally fall faster than the market as a whole. The opposite is also true.

An industry can be significantly affected by supply and demand, speculation, events relating to international political and economic developments, energy conservation, environmental issues, increased competition from other providers of services, commodity prices, regulation by various government authorities, government regulation of rates charged to customers, service interruption due to environmental, operational or other mishaps, the imposition of special tariffs and changes in tax laws, regulatory policies and accounting standards, and general changes in market sentiment. Moreover, it is possible that other developments, such as increasingly strict environmental and safety laws and regulations and enforcement policies thereunder and claims for damages to property or persons resulting from operations, could result in substantial costs and liabilities, delays or an inability to complete projects or the abandonment of projects.

Exposure to equity securities that have exposure to commodity markets may entail greater volatility than traditional securities. The value of securities exposed to commodity markets may be affected by commodity index volatility, changes in interest rates, or factors affecting a particular industry or commodity, such as drought, floods, weather, livestock disease, embargoes and tariffs.

The extent of these factors cannot be accurately predicted and will change from time to time, but a combination of these factors may result in issuers not receiving an adequate return on invested capital. Many industries are very competitive and involve many risks that even a combination of experience, knowledge and careful evaluation may not be able to overcome.

Foreign currency risk

Some of the Pools (or ETFs, as applicable) intend to invest in foreign securities using foreign currency. Changes in the value of the Canadian dollar compared to foreign currencies will therefore affect the value, in Canadian dollars, of any foreign securities or foreign currencies in those Pools. In particular, securities that are priced in foreign currencies can lose value when the Canadian dollar rises against the foreign currency, and can gain value when the Canadian dollar weakens against the foreign currency. Foreign governments may impose currency exchange restrictions, which could limit the ability of a Pool (or ETF, as applicable) to buy and sell certain foreign investments and could reduce the value of the foreign securities a Pool (or ETF) holds.

Foreign market risk

Foreign investments involve additional risks because financial markets outside of Canada and the U.S. may be less liquid and companies may be less regulated and have lower standards of accounting and financial reporting. There may not be an established stock market or a legal system that adequately protects the rights of investors. Foreign investments can also be affected by social, political, or economic instability. Foreign governments may impose investment restrictions. In general, securities issued by companies in more developed markets, such as the U.S. and Western Europe, have lower foreign market risk.

Securities issued in emerging or developing markets, such as Southeast Asia or Latin America, tend to have a higher foreign market risk.

A Pool may trade in futures, forward and option contracts on exchanges located outside Canada and outside the U.S. where the regulations of Canadian or U.S. commodity futures regulators do not apply. Some foreign exchanges, in contrast to Canadian or U.S. exchanges, are "principals' markets" in which performance with respect to a contract is the responsibility only of the individual member with whom the trader has entered into a contract and not of the exchange or clearinghouse, if any. In the case of trading on such foreign exchanges, the Pool will be subject to the risk of the inability of, or refusal by, the counterparty, to perform with respect to such contracts. The Pool also may not have the same access to certain trades as do various other participants in foreign markets. Due to the absence of a clearinghouse system on certain foreign markets, such markets are significantly more susceptible to disruptions than Canadian or U.S. exchanges.

Gold and silver ETFs risk

The Pools may invest in ETFs that invest directly in gold or silver. There is a risk that part or all of the ETF's gold or silver could be lost, damaged or stolen, notwithstanding the handling of deliveries of the commodity by and storage of the commodity in the vaults of the custodian or subcustodian of the ETF. The custodian of the ETF does not typically inspect the fineness or quality of the gold or silver that is delivered to it and there can be no assurance as to the fineness or quality of the gold or silver delivered.

Interest rate risk

Changes in interest rates have an impact on a whole range of investments. When interest rates rise, the prices of fixed-rate bonds or other securities like treasury bills tend to fall. When interest rates fall, the prices of the fixed-rate bonds or treasury bills tend to rise. Fixed income securities with longer terms to maturity are usually more sensitive to changes in interest rates. Changes in the prices of these securities may affect the net asset value of the relevant Pool.

Liquidity risk

Investors often describe the speed and ease with which an asset can be sold and changed into cash as its liquidity. Most of the investments owned by a Pool (or ETF, as applicable) can usually be sold promptly at a fair price and therefore can be described as relatively liquid. But a Pool (or ETF) may also hold investments that are illiquid, which means they cannot be sold quickly or easily. Some investments are illiquid because of legal restrictions, the nature of the investment itself, settlement terms, or for other reasons. Sometimes, there may simply be a shortage of buyers. A Pool (or ETF) that has trouble selling an investment can lose money or incur extra costs. In addition, illiquid investments may be more difficult to value accurately and may experience larger price changes. This can cause greater fluctuations in a Pool's value.

Repurchase agreement risk

Through a repurchase agreement, a Pool sells a security at one price and agrees to buy it back from the buyer at a fixed price on a specified date. Repurchase agreements involve certain risks. In entering into repurchase agreements, the Pool is subject to the risk that the purchaser may not fulfill its obligations leaving the Pool holding cash in an amount that is less than the value of the sold securities at the relevant time. To limit this risk, a Pool must hold cash equal to not less than 102% of the value of the sold securities and the amount of the cash is adjusted daily to ensure this level is maintained. The Pool cannot lend more than 50% of its net asset value through securities lending or repurchase transactions. We also enter into repurchase agreements only with parties that have the approved credit ratings as mandated by the securities regulatory authorities.

Reverse repurchase agreement risk

Through a reverse repurchase agreement, a Pool buys securities for cash from a counterparty at a price set at the date of purchase and at the same time agrees to resell the same securities for cash to the counterparty at a price (usually higher) at a later date. Reverse repurchase agreements involve certain risks. The Pool is subject to the risk that the counterparty may not fulfill its obligation to repurchase the securities leaving the Pool holding securities which are trading at a price lower than the agreed repurchase price. Further, if the trading price decreases below the price at which the Pool initially bought the security, the Pool may suffer a loss. To limit these risks, the securities purchased must have a market value at the time of purchase equal to at least 102% of the cash paid for the securities purchased by the Pool and either the amount of the purchase price or the amount of purchased securities are adjusted to ensure this level is maintained. We also enter into reverse repurchase agreements only with parties that have the approved credit ratings as mandated by the securities regulatory authorities.

Securities lending risk

Securities lending involves lending for a fee portfolio securities held by a Pool for a set period of time to willing, qualified borrowers who have posted collateral. In lending its securities, the Pool is subject to the risk that the borrower may not fulfill its obligations or go bankrupt leaving the Pool holding collateral worth less than the securities it has lent, resulting in a loss to the Pool. To limit this risk, the Pool must hold collateral worth no less than 102% of the value of the loaned securities and the amount of collateral is adjusted daily to ensure this level is maintained. The collateral may only consist of cash, qualified securities or securities that can be immediately converted into identical securities to those that have been loaned. The Pool will not lend more than 50% of its net asset value through securities lending or repurchase transactions unless the Pool is permitted in law to lend a greater amount. Pursuant to applicable securities laws, the securities lending agent is required to be the custodian or the sub-custodian of the Pools.

Small company risk

Investing in securities of smaller companies may be riskier than investing in larger, more established companies. Smaller companies may have limited financial resources, a less established market for their shares and fewer shares issued. This can cause the share prices of smaller companies to fluctuate more than those of larger companies. The market for the shares of small companies may be less liquid.

Substantial securityholder risk

The purchase or redemption of a substantial number of securities of a Pool may require the portfolio manager to change the composition of the Pool's portfolio significantly or may force the portfolio manager to buy or sell investments at unfavourable prices, which can affect the Pool's returns. Therefore, the purchase or redemption of securities by a substantial securityholder of a Pool may adversely affect the performance of the Pool.

Portfolio turnover for a Pool or Portfolio may result in increased trading costs, with the resulting size of the Pool or Portfolio impacting the trading expense ratio.

Tax and corporate law risk of returns of capital

The articles of Harmony Tax Advantage Group provide authority to make distributions out of capital and Harmony Tax Advantage Group 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. However, 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 CRA, 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.

Underlying fund risk

The Portfolios invest directly in or obtain exposure to one or more underlying funds, i.e. the Underlying Pools. Similarly, the Pools invest directly in or obtain exposure to one or more underlying funds (i.e. ETFs). The risk of investing in such Pools or Portfolios include the risks associated with the securities in which an underlying fund invests, along with the other risks of the underlying fund. Accordingly, a Pool or Portfolio takes on the risk of an underlying fund and its respective securities in proportion to the Pool's or Portfolio's investment in the underlying fund.

Also, if an underlying fund suspends redemptions or does not calculate its net asset value, the Pool or Portfolio may not be able to value part of its assets or redeem its securities.

As a result of adjustments to a Pool's or Portfolio's assets, significant redemptions or purchases of underlying fund securities may be made. An adjustment to a Pool's or Portfolio's holdings of underlying funds may result in gains being distributed to securityholders of the Pool or Portfolio. As a result of such adjustments, the underlying fund may have to make large purchases or sales of securities to meet the redemption or purchase requests of a Pool or Portfolio. The portfolio manager of the underlying fund may have to change the underlying fund's holdings significantly or may be forced to buy or sell investments at unfavourable prices, which can affect its performance and the performance of the Pool or Portfolio.

ORGANIZATION AND MANAGEMENT OF THE POOLS AND PORTFOLIOS

Manager AGF Investments Inc. TD Bank Tower, 31st Floor 66 Wellington Street West Toronto, Ontario M5K 1E9, Canada	As manager, we are responsible for the overall business and operations of each Pool and Portfolio. AGF is a signatory to the United Nations-supported Principles for Responsible Investment (PRI), a global, collaborative network of investors in recognition of the increasing relevance of Environmental, Social and Governance (ESG) issues within the investment process. Fund of funds All of the Portfolios (both Trust Portfolios and Corporate Class Portfolios) have the ability to, and will invest in or be exposed to Underlying Pools, subject to certain conditions. Similarly, the Pools have the ability to and will invest in or be exposed to underlying funds (i.e. ETFs), subject to certain conditions. Where AGF is the manager of the other underlying fund, such as the Underlying Pools or Related Underlying ETFs, AGF will not vote the securities of the other underlying fund. With respect to the Pools, AGF may, at our discretion, choose to flow through the voting rights attached to securities of the other underlying fund to securityholders of the Pools. Securityholders of the Portfolios can direct AGF how to vote the Portfolios' holdings in the Underlying Pools.
Trustee AGF Investments Inc. Toronto, Ontario	The trustee of the Trust Pools and Trust Portfolios holds the assets of each Trust Pool and Trust Portfolio in trust on behalf of securityholders. There is no trustee of the Classes.
Board of Directors of Harmony Tax Advantage Group	The Board is responsible for oversight of the Classes. The Board is currently comprised of 6 members, 4 of whom are independent of AGF and its affiliates. Additional information concerning the Board, including the names of its members, and governance of the Classes is available in the annual information form.
Portfolio managers Each of the Trust Pools has one or more portfolio managers. You'll find the portfolio manager(s) for each Trust Pool in this simplified prospectus and in the annual information form. AGF Investments Inc. is the portfolio manager of the Portfolios (both the Trust Portfolios and Corporate Class Portfolios)	The portfolio manager makes the investment decisions for the Pool/Portfolio, buys and sells the investments for the Pool/Portfolio's account and manages its holdings. AGF makes the decisions as to which Underlying Pools the Portfolios (both Trust Portfolios and Corporate Class Portfolios) will invest in or be exposed to and the target weightings of their respective assets. Some of the portfolio managers of the Trust Pools are located outside of Canada which may make it difficult to enforce legal rights against them.
Consultant Wilshire Associates Incorporated Santa Monica, California	Wilshire Associates Incorporated has been retained by AGF to provide AGF with advice and recommendations respecting various matters including asset allocation for the Portfolios, portfolio manager research and selection for the Pools, ETF selection for certain Pools and portfolio construction.
Distributors	Securities of the Pools and Portfolios are distributed through registered dealers.
Registrar AGF Investments Inc. Toronto, Ontario	The registrar keeps a record of the owners of securities of each Pool and Portfolio.

ORGANIZATION AND MANAGEMENT OF THE POOLS AND PORTFOLIOS (CONTINUED)

Auditor PricewaterhouseCoopers LLP Toronto, Ontario	The auditors conduct an audit of the annual financial statements of Harmony Tax Advantage Group (including the Corporate Class Portfolios) and each of the Trust Pools and Trust Portfolios in accordance with Canadian generally accepted auditing standards. PricewaterhouseCoopers LLP is an independent Chartered Professional Accounting firm. Although the approval of securityholders will not be obtained before making a change to the auditor of a Pool or Portfolio, securityholders will be sent a written notice at least 60 calendar days before the effective date of any such change.
Custodian CIBC Mellon Trust Company Toronto, Ontario	The custodian receives and holds all of the Pools' and Portfolios' securities and portfolio assets, including cash, for safekeeping, except that the custodian does not hold any margin or other property that has been delivered or pledged to another party or contract documents relating to derivative transactions. Each Pool and Portfolio has appointed CIBC Mellon Trust Company as its custodian. CIBC Mellon Trust Company is independent of AGF.
Securities Lending Agent The Bank of New York Mellon Toronto, Ontario	The securities lending agent arranges and administers loans of a Pool's portfolio securities for a fee, to willing, qualified borrowers who have posted collateral. The Bank of New York Mellon is independent of AGF.
Independent Review Committee	In accordance with National Instrument 81-107 – *Independent Review Committee for Investment Funds* ("NI 81-107"), the mandate of the Independent Review Committee is to review and make recommendations with respect to, or in certain circumstances, approve, conflict of interest matters, but only if such matters are brought to it by AGF. The Independent Review Committee is currently composed of three individuals, each of whom is independent of the manager and its affiliates. The Independent Review Committee prepares annually a report of its activities for securityholders which is available on the Pools' and Portfolios' website at www.agf.com, or at the securityholder's request at no cost by contacting us at harmony@agf.com. Additional information about the Independent Review Committee, including the names of the members, is available in the annual information form.

PURCHASES, SWITCHES AND REDEMPTIONS

The Harmony Investment Program, which is available through registered dealers, is designed to build a diversified portfolio of investments through strategic asset allocation. The program offers Pools (i.e. Trust Pools) and Portfolios (i.e. Trust Portfolios and Corporate Class Portfolios). Your financial advisor will assist you in selecting the investments that are suitable for you. AGF does not monitor the appropriateness of any series of the Pools and Portfolios for any investor and makes no determination as to the appropriateness of any series of the Pools and Portfolios for any investor purchased through a dealer, including investors who hold Pools and Portfolios in a discount brokerage account.

If you choose to invest in the Portfolios, your registered representative will work with you to select the right mix of Portfolios to suit your needs.

You can invest in the Pools (other than Harmony Money Market Pool) through our personalized portfolio management service. The objective of the service is to arrive at a combination of assets (Trust Pools) that offers you the potential for maximum long-term returns for a given level of risk. Your registered representative works with you to determine your financial goals, investment time horizon, risk tolerance and present financial situation, and then creates a portfolio of Pools that matches your profile.

While we believe that strategic asset allocation has the potential to help you reach your goals with reduced volatility, it has not been conclusively shown to provide higher investment returns or to reduce risk.

As investment values change, the value of the Pools may vary from the optimum asset allocations set for your account. You can choose to have the Pools (other than Harmony Money Market Pool and Series F securities) in your account automatically rebalanced or you can ask your registered representative to do this for you. You'll find more information about automatic rebalancing in Optional Services.

Series of securities

Except in the case of Harmony Money Market Pool, each of the Pools and Portfolios offers five series of securities: Embedded Series, Series F, Series T, Series V and Wrap Series. Harmony Money Market Pool offers Embedded Series, Series F and Wrap Series only. Not all of the series of securities qualified for distribution by this prospectus are currently available for purchase; a series of securities will only be available when AGF so determines. Each series, other than Series F, can be purchased on a front-end, a low load or DSC basis. Embedded Series, Series T and Series V are for any investor. Wrap Series is for a participant in a wrap account program sponsored by certain registered dealers.

Series F securities can be purchased under this simplified prospectus only through your registered dealer who has obtained the consent of AGF to offer Series F securities. Participation in the offering of Series F securities by a registered dealer is subject to terms and conditions relating to the distribution of Series F securities, including the requirement of your registered representative to notify AGF if you are no longer enrolled in a fee-for-service account program.

If AGF is notified that you no longer meet the eligibility criteria, we will sell or reclassify your Series F securities in accordance with instructions from your registered representative. In the absence of instructions, we may automatically sell your Series F securities or reclassify them to the Embedded Series.

There may be tax implications arising from any sale. See *Income tax considerations for investors* for more details.

You can buy and switch securities of the Pools or Portfolios through your registered representative. You can sell your securities through your registered representative or by contacting us directly. Selling your securities is also known as redeeming. All transactions are based on the price of the series of securities of the Pool or Portfolio next determined after we receive your purchase, switch, or sale request in good order. This price is also called its net asset value per security of the series.

Embedded Series

If you buy Embedded Series securities, the Pool or Portfolio pays a management fee and your registered dealer receives a trailing commission from us (except for Harmony Money Market Pool). See *Embedded Series, Series T and Series V trailing commission* on page 33 for more details.

Series F

If you buy Series F securities, the Pool or Portfolio pays a management fee. No trailing commission is paid with respect to Series F securities. If you buy Series F securities, you pay a fee-for-service to your registered dealer, at a rate you and your registered representative agree to.

Series T and Series V

Series T and Series V securities are designed for investors seeking monthly distributions of a return of capital so long as there is sufficient capital attributable to the relevant series. AGF determines, from time to time, the rate at which distributions will be made and may change the rate at any time. The amount of the distribution to Series T securities will generally be higher than to Series V securities. The targeted annual rate of Series T securities is 8%, and the targeted annual rate of Series V securities is 5%. In the case of the Classes, it is possible that distributions on Series T securities could be suspended, even though Series V securities continue to pay a distribution, if the capital attributable to Series T securities were depleted.

If you buy Series T or Series V securities, the Pool or Portfolio pays a management fee and your registered dealer receives a trailing commission from us.

Wrap Series

If you buy Wrap Series securities, you pay a service fee to your registered dealer each quarter. No trailing commission is paid with respect to Wrap Series securities. See *Wrap Series service fees* for more details.

How we calculate the unit/share price of a Pool or Portfolio

We usually calculate the unit/share price (as applicable) of each series of a Pool and Portfolio at the end of each business day. A business day is any day that the Toronto Stock Exchange (TSX) is open. In unusual circumstances, we may suspend the calculation of unit/share prices. We calculate the net asset value per unit/share of each series of a Pool or Portfolio by:

- adding up the assets of the Pool or Portfolio and determining the proportionate share of the series
- subtracting the liabilities of the Pool or Portfolio that are common to all series and determining the proportionate share of the series of the aggregate amount of liabilities common to all series
- subtracting the liabilities of the Pool or Portfolio that are specific to the series
- dividing the balance by the number of Pool or Portfolio units/shares of the series held by securityholders

The Pools and Portfolios are valued in Canadian Dollars. AGF may choose to offer a Portfolio in U.S. Dollars at any time.

In general, we calculate the price of shares of Classes of the Harmony Tax Advantage Group in the way we've described above. The common expenses of the Harmony Tax Advantage Group are shared by all Classes and are allocated to each Class. We may allocate expenses to a particular Class when it's reasonable to do so.

How we process orders

Your order must be in the proper form and include all necessary supporting documents. Your registered dealer is responsible for sending your order to us. If we receive your order to buy, switch or sell before 4 p.m. Toronto time on a business day, we'll process your order based on the price calculated that day. If we receive your order after 4 p.m. Toronto time on a business day, we will process your order based on the price calculated on the next business day. If the TSX's trading hours are shortened or changed for other regulatory reasons, we may change the 4 p.m. deadline. Your registered dealer or AGF will send you a confirmation of your order once we process it.

If we receive a payment or a purchase order from a registered plan account that is otherwise valid but fails to specify a Pool or Portfolio, or if any other documentation in respect of your purchase order is incomplete, we may invest your money into MF Series securities of Harmony Money Market Pool, under the front end sales charge option at a 0% sales charge. Once we know the Pool(s) or Portfolio(s) you have selected and we have received your documentation in good order from your registered representative, we will then switch this investment into the Pool(s) or Portfolio(s), series and sales charge option that you have selected, without additional charge, at the net asset value of the Pool(s) or Portfolio(s) on the applicable switch date. If we receive a payment or a purchase order from a non-registered plan account that is otherwise valid but fails to specify a Pool or Portfolio, or if any other documentation in respect of your purchase order is incomplete, we will return any money received, without interest, after five business days of attempting to notify your registered representative, unless we are notified of the Pool(s) or Portfolio(s) you have selected and we have received your documentation in good order from your registered representative.

Buying Pools and Portfolios

Your initial investment in the Pools and Portfolios must total at least $50,000 for a non-registered account and $25,000 for a registered account. You can meet the minimum amount by combining investments you and members of your immediate family (parents, spouse and children) make at the same time. Where you and members of your immediate family combine investments, the minimum investment in each account must be $10,000. We may waive the minimum investment amount.

Each additional investment must be at least $100 for the Pools and Portfolios. In respect of your optimum asset allocation profile, additional investments in the Pools are allocated in your account based upon your instructions. If not otherwise instructed, the optimum asset allocations for your account will be based on your initial purchase of the Pools. We may waive the minimum additional investment amount.

You have to pay for your securities when you buy them. If we don't receive payment for your purchase within two business days (on the same business day for Harmony Money Market Pool) of receiving your order, we'll sell your securities as of the close of business on the next business day. If the proceeds from the sale are more than the cost of buying the securities, the Pool or Portfolio will keep the difference. If the proceeds are less than the cost of buying the securities, your registered dealer must pay the shortfall. Your registered dealer may in turn have the right to collect the shortfall from you.

We can reject all or part of your order within one business day of the Pool or Portfolio receiving it. If we reject your order, we'll return any money received, without interest.

Sales charge options

When you buy securities of a Pool or Portfolio, you can choose any one of the following sales charge options (except for Series F). Your registered representative usually receives a commission when you invest in the Pools or Portfolios. The commission depends on the sales charge option you choose and the amount you invest. You and your registered representative will determine which sales charge option is suitable for you.

Front-end
The front-end option is available for all securities of the Pools and Portfolios, except Series F. If you buy Embedded Series, Series T or Series V securities under this option, you may pay a sales commission at the time of purchase. The commission is a percentage of the amount you invest and is paid to your registered dealer. See *Dealer compensation* for details. You and your registered representative negotiate the actual commission. See *Fees and expenses* for the front-end sales charge schedule.

Low load
The low load option is available for all securities of the Pools and Portfolios, except Series F. If you buy under this option, you don't pay a sales commission at the time of purchase. Instead, we pay an up-front commission to your registered dealer, except in the case of Harmony Money Market Pool. Under certain circumstances, if you sell, reclassify, convert or switch your securities (except in the case of Harmony Money Market Pool securities) within three years of buying them, you'll pay us a deferred sales charge at the time of your transaction. When you switch securities of Harmony Money Market Pool originally purchased under the low load option, your registered dealer receives a sales commission for all Pools and Portfolios held as a result of such switch, and a new low load schedule will be created with respect to the investment in the new Pool or Portfolio. See *Dealer compensation* for details.

In the case of a switch of your securities of a Pool or Portfolio (the "Original Pool or Portfolio") into low-load option securities of another Pool or Portfolio, the three-year time period will continue to run from your purchase of securities of the Original Pool or Portfolio (i.e. each switch will <u>not</u> result in a new three-year timeframe being created, except where the Original Pool is the Harmony Money Market Pool). See *Fees and expenses payable directly by you – Redemption fees* for the low load rate schedule.

Deferred sales charge ("DSC")
The DSC option is available for all securities of the Pools and Portfolios, except Series F. If you buy under this option, you don't pay a sales commission at the time of purchase. Instead, we pay an up-front commission to your registered dealer, except in the case of Harmony Money Market Pool. Under certain circumstances, if you

sell, reclassify, convert or switch your securities (except in the case of Harmony Money Market Pool securities) within seven years of buying them, you'll pay us a deferred sales charge at the time of your transaction. When you switch securities of Harmony Money Market Pool originally purchased under the DSC option, your registered dealer receives a sales commission for all Pools and Portfolios held as a result of such switch, and a new DSC schedule will be created with respect to the investment in the new Pool or Portfolio. See *Dealer compensation* for details.

In the case of a switch of your securities of a Pool or Portfolio (the "Original Pool or Portfolio") into DSC securities of another Pool or Portfolio, the seven-year time period will continue to run from your purchase of securities of the Original Pool or Portfolio (i.e. each switch will not result in a new seven-year timeframe being created, except where the Original Pool is the Harmony Money Market Pool). See *Fees and expenses* payable directly by you – Redemption fees for the DSC rate schedule.

Changing sales charge options
If after buying your securities, you agree with your registered representative to change your sales charge option from low load or DSC to front-end, whether or not you also switch from one series of securities to another within the same Pool or Portfolio, you will have to pay any deferred sales charge that applies at the time of such change.

Switches

Switching between Pools or Portfolio

A switch involves moving money from one Pool or Portfolio to another Pool or Portfolio or within the same Pool or Portfolio. Generally, a switch may be an order to sell and buy, to reclassify or to convert your securities. We describe these kinds of switches below. When we receive your order, we'll sell, reclassify or convert your securities accordingly. The steps for buying and selling Pools or Portfolios also apply to switches.

Your registered representative may charge you a fee for switching. You and your registered representative negotiate the fee. The Pool or Portfolio may also charge you a short-term or frequent trading fee if you switch your securities within 30 calendar days of buying them, or make multiple switches within 15 calendar days of purchase. See *Fees and expenses payable directly by you – Short-term or frequent trading fee* for details about these fees.

You won't pay a deferred sales charge when you switch from one Pool or Portfolio bought under the DSC option or low load option to another Pool or Portfolio within the same sales charge option. However, when you switch securities of Harmony Money Market Pool originally purchased under the DSC or low load option into another Pool or Portfolio with the same sales charge option, your registered dealer will receive a sales commission at the time of the switch, and a new DSC or low load schedule (as applicable) will be created with respect to the investment in the new Pool or Portfolio.

Except in the case of Harmony Money Market Pool securities, if you bought Embedded Series, Wrap Series, Series T or Series V securities under the DSC or low load option and you sell your securities for cash or reclassify or convert them to another purchase option of the same or another available series, you'll have to pay any deferred sales charge that applies. See *Fees and expenses payable directly by you – Redemption fees* for the DSC and low load option redemption schedules.

If you reclassify or convert from another series to Embedded Series, Wrap Series, Series T or Series V securities, you can choose the front-end sales charge, DSC or low load option. See *Buying Pools and Portfolios – Sales charge options* for details.

At the completion of your DSC redemption schedule, DSC securities of the Pool or Portfolio may be switched by your registered dealer into securities carrying a front-end sales charge or another available series of securities of the Pool or Portfolio without increased costs to you, other than any applicable switch fees. Your registered dealer is paid a higher trailing commission on front-end sales charge securities, and may be paid a higher trailing commission if your DSC securities are switched into another series of securities. Your registered dealer or registered representative will generally be required to make certain disclosures to you and to obtain your written consent to switch between purchase options or to another series of securities. If you purchased DSC securities of the Pool or Portfolio, the trailing commissions on the securities will increase automatically on completion of the DSC redemption schedule. Please refer to the *Dealer Compensation* section of this prospectus for further detail.

Switching between Series of the Same Corporate Class Portfolio of Harmony Tax Advantage Group

Switching between series of securities of the same Corporate Class Portfolio is called a conversion. Therefore, you can convert securities of one series of a Corporate Class Portfolio into securities of another series of the same Corporate Class Portfolio if you are eligible for that series and the Corporate Class Portfolio offers that series. When you convert securities within the Harmony Tax Advantage Group, the value of your investment won't change, but the number of securities you hold will change (except for any fees you pay to convert). This is because each series has a different share price. In general, a conversion between series of the same Corporate Class Portfolio is not considered a disposition for tax purposes, so no capital gain or loss will result. However, any redemption of securities to pay for a switch fee charged by your registered dealer will be considered a disposition for tax purposes. For further discussion of the tax consequences, see *Income tax considerations for investors*.

Switching between Series of the Same Trust Pool or Trust Portfolio

Switching between series of the same Trust Pool or Trust Portfolio is called a reclassification. You can reclassify securities of one series of a Trust Pool or Trust Portfolio into securities of another series of the same Trust Pool or Trust Portfolio if you are eligible for that series and the Trust Pool or Trust Portfolio offers that series. When you reclassify securities of a Trust Pool or Trust Portfolio, the value of your investment won't change (except for any fees you pay to reclassify), but the number of securities you hold will change. This is because each series has a different unit price. In general, a reclassification is not considered a disposition for tax purposes, so no capital gain or loss will result. However, any redemption of securities to pay for a switch fee charged by your registered dealer will be considered a disposition for tax purposes. For further discussion of the tax consequences, see *Income tax considerations for investors*.

Switching between Corporate Class Portfolios of Harmony Tax Advantage Group

When you switch securities between Corporate Class Portfolios within the Harmony Tax Advantage Group, it's called a conversion. You can convert securities of a Corporate Class Portfolio into securities of another Corporate Class Portfolio (within the same or different series). When you convert securities between Corporate Class Portfolios, the value of your investment won't change (except for any fees you pay to convert), but the number of securities you hold will change. Conversions of securities between two classes of a mutual fund corporation (such as the Harmony Tax Advantage Group) are treated as a disposition of those securities at their fair market value for tax purposes. Further, any redemption of securities to pay for a switch fee charged by your registered dealer will be considered a disposition for tax purposes. **Conversions between securities of different series of the same Corporate Class Portfolio of the Harmony Tax Advantage Group will generally not be considered a disposition for tax purposes and no capital gain or loss will result.** For further discussion of the tax consequences, see *Income tax considerations for investors*.

Switching between Trust Pools or Trust Portfolios or a Trust Pool or Trust Portfolio and Corporate Class Portfolio

Switching between two different Trust Pools or Trust Portfolios or between a Trust Pool or Trust Portfolio and a Corporate Class Portfolio (within the same or different series) of the Harmony Tax Advantage Group is considered a disposition for tax purposes. If you hold your securities in a non-registered account, you may realize a capital gain or loss on the disposition. Capital gains are taxable. The following switches are examples of taxable dispositions:

- if you switch from a series of securities of a Trust Pool or Trust Portfolio to the same or another series of securities of another Trust Pool or Trust Portfolio
- if you switch from a series of securities of a Trust Pool or Trust Portfolio to the same or another series of securities of a Corporate Class Portfolio of the Harmony Tax Advantage Group, or vice versa

For further discussion of the tax consequences, see *Income tax considerations for investors*.

Selling Pools or Portfolios

You may choose to sell securities of a Pool or Portfolio at any time. Your securities will be sold in the order of purchase, with your oldest securities being sold first, except for the securities that are qualified for the 10% withdrawal privilege. See *Withdrawal privileges* for more details. For purposes of calculating the order of selling securities, both the purchased securities and securities issued on the reinvestment of dividends or distributions, as applicable, on such purchased securities are deemed to be issued on the same date. Securities purchased on a particular date will be redeemed in priority to reinvested securities deemed issued on that same date.

When you sell securities of a Pool or a Portfolio, you receive the proceeds of your sale in cash. The minimum for each sale is $100 for Pools and Portfolios. The minimum amount doesn't apply to RRIFs. We may waive the minimum amount.

You can sell your securities through your registered representative or by contacting us directly. We may accept a faxed copy of your written instructions only if your registered dealer has made arrangements with us to accept fax instructions.

The Pool or Portfolio may charge you a short-term or frequent trading fee if you sell your securities within 30 calendar days of buying them, or if you have made multiple sales within 15 calendar days of purchase. See *Fees and expenses* for details.

Unless AGF and your dealer have arranged otherwise, we'll send your payment to you or to someone else you choose by cheque or wire payment within two business days of receiving your properly completed order. You'll receive payment in Canadian dollars, unless you request payment in another currency through our currency exchange service. See *Optional Services* for details.

If you want the proceeds paid to someone else, or if you are selling more than $25,000 of the Pools or Portfolios, your signature must be guaranteed by your bank, trust company or registered dealer. In some cases, we may require other documents or proof of signing authority. You can contact your registered representative or us to find out the documents that are required to complete the sale.

If we haven't received all required documents within ten business days of receiving your sell order, we'll buy back the securities as of the close of business on the tenth business day. If the purchase cost is less than the sale proceeds, the Pool or Portfolio will keep the difference. If the purchase cost is more than the sale proceeds, your registered dealer must pay the shortfall. Your registered dealer may have the right to collect the shortfall from you.

If you hold your securities in a non-registered account, you may realize a capital gain or loss when your securities are sold. Capital gains are taxable. For a discussion of the tax consequences, see *Income tax considerations for investors*.

Selling securities under the low load option

You won't pay a low load sales charge on:

- securities held for 3 years or more
- securities that are received from reinvested dividends or distributions, as applicable. Before you can redeem these securities without paying low load sales charges, you may need to pay low load sales charges on redemptions of purchased securities as noted above
- cash dividends or distributions, as applicable, paid by the Pool or Portfolio
- securities that qualify for the 10% withdrawal privileges provided you reinvest dividends and distributions, as applicable, you receive on such securities as explained below
- securities that are switched from one Pool or Portfolio to securities of another Pool or Portfolio, as long as they remain in the same purchase option

Selling securities under the DSC option

You won't pay DSC on:

- securities held for 7 years or more
- securities that are received from reinvested dividends or distributions, as applicable. Before you can redeem these securities without paying deferred sales charges, you may need to pay deferred sales charges on redemptions of purchased securities as noted above
- cash dividends or distributions, as applicable, paid by the Pool or Portfolio
- securities that qualify for the 10% withdrawal privileges provided you reinvest dividends and distributions, as applicable, you receive on such securities as explained below

- securities that are switched from one Pool or Portfolio to securities of another Pool or Portfolio, as long as they remain in the same purchase option

Withdrawal privileges

Each calendar year, you can sell up to 10% of the market value of the securities you bought under the low load option without paying a deferred sales charge (provided you reinvest any dividends or distributions, as applicable, you receive on your securities). You can also sell up to 10% of the market value of the securities you bought under the DSC option in each calendar year without paying a deferred sales charge (provided you reinvest any dividends or distributions, as applicable, you receive on your securities). This is referred to as the "10% withdrawal privilege". The 10% withdrawal privilege for each year is equal to:

- 10% of the market value, measured as at December 31 of the previous year, of the securities you bought under the low load option (excluding securities originally bought and still held in Harmony Money Market Pool) and that you have held for less than 3 years, or 10% of the market value, measured as at December 31 of the previous year, of the securities you bought under the DSC option (excluding securities originally bought and still held in Harmony Money Market Pool) and that you have held for less than 7 years; plus
- 10% of the market value of the securities you bought under the low load option (excluding securities originally bought and still held in Harmony Money Market Pool) in the current year or 10% of the market value of the securities you bought under the DSC option (excluding securities originally bought and still held in Harmony Money Market Pool) in the current year.

Any unused 10% withdrawal privilege in a given year cannot be carried over to the next year.

Short-term or frequent trading fee

Generally, short-term and frequent trading activities in mutual funds may adversely affect securityholders. Short-term and frequent trading has the potential to increase costs associated with the administration of the trades and potentially poses challenges to portfolio managers in generating optimum returns through long term portfolio investments.

AGF has in place procedures designed to detect, identify and deter inappropriate short-term and frequent trading and may alter them from time to time, without notice. AGF reviews, at the time an order is received and processed for an account, purchases and redemptions (including switches) of a Pool or Portfolio to determine whether a redemption or switch out is made within a 30 calendar day period from the date of purchase, or whether there have been multiple redemptions or switches made within 15 calendar days of purchase. Such trades are considered short-term or frequent trades. In considering whether the activity is inappropriate, AGF, in its discretion, reviews the value of the transaction and/or the frequency of activity to assess its potential impact to the Pool or Portfolio and other securityholders in the Pool or Portfolio.

If inappropriate short-term or frequent trading activity is detected, AGF will take such action as it considers appropriate to deter the continuance of such activity. Such action may include the charging of a short term or frequent trading fee on redemptions or switches and the rejection of future purchase orders where multiple instances of short-term or frequent trading activity is detected in an account or group of accounts.

The relevant Pool or Portfolio may charge you (and retain) a short-term or frequent trading fee of up to 2% of the amount you redeem, if the trade, as determined by AGF, is detrimental to the Pool or Portfolio or to other securityholders. The fee is deducted from the amount you redeem or switch, or it is charged to your account and is in addition to any other trading fees to which you would otherwise be subject under this simplified prospectus.

The fee will not be applied in circumstances which do not involve inappropriate trading activity, including redemptions or switches:

- from Harmony Money Market Pool
- under the Automatic Rebalancing Service
- that are systematic transactions available from AGF as optional services
- to access the 10% withdrawal privilege amount

When you may not be able to buy, switch or sell securities

Securities regulations allow us to temporarily suspend your right to sell your Pool or Portfolio securities and postpone payment of your sale proceeds when:

- normal trading is suspended on an exchange on which securities are listed and traded, or on which specified derivatives are traded, if those securities or derivatives represent more than 50% by value, or underlying market exposure, of the total assets of the Pool or Portfolio without allowance for liabilities and if those securities or derivatives are not traded on any other exchange that represents a reasonably practical alternative for the Pool or Portfolio; or

- securities regulators give us permission.

While your right to sell securities is suspended, we won't accept orders to buy securities of the Pool or Portfolio. You may withdraw your sell order before the end of the suspension period. Otherwise, we'll sell your securities at the next price calculated after the suspension period ends.

For Pools or Portfolios that hold an underlying fund, the Pool or Portfolio may suspend the right to sell securities or postpone a redemption payment during any period when the right to sell securities of the underlying fund has been suspended or redemption payments from the underlying fund have been postponed.

If your investment falls below $10,000

Because of the high cost of maintaining smaller accounts, we require investors to keep at least $10,000 invested in their accounts other than RRIFs. If the value of the investment in your account falls below $10,000, we may sell your securities and send you the proceeds. We'll give you 30 calendar days notice before selling, so that you can buy more securities if you wish to raise the balance above the minimum. You will be responsible for all tax consequences of any sale.

OPTIONAL SERVICES

This section tells you about the accounts, plans and services that are available to investors in the Pools or Portfolios. Ask your registered representative or call our Harmony Client Services at 1-800-387-2563 for full details.

Automatic rebalancing of Pools

If your account is set up with our Automatic Rebalancing Service, then AGF will review your account quarterly. Holdings in the Pools are eligible for the Automatic Rebalancing Service, other than Harmony Money Market Pool and Series F securities. Eligible holdings in the Pools that have more than a 6% variance (+/-) from the optimum asset allocation mix will be rebalanced to the half-point between the optimum asset allocation mix we have on file and the 6% limit. Remaining holdings in the Pools (other than Harmony Money Market Pool and Series F securities), that do not exceed the 6% variance may also be adjusted to ensure that the account maintains its correct market value, beginning with the holding having the greatest variation from the optimum asset allocation mix.
We may vary the threshold for automatic rebalancing from time to time.

Automatic rebalancing is done by selling/converting (as applicable) securities of the Pools (other than Harmony Money Market Pool and Series F securities), that exceed their optimum asset allocations then buying/into (as applicable) securities of the Pools that are below their optimum asset allocations. This will result in a disposition for tax purposes if you hold your securities in a non-registered account. We rebalance accounts on or about February 28 (or 29 if applicable), May 31, August 31, and November 30 of each calendar year. If any of these days is not a business day then the rebalancing will occur the previous day that is a business day. It is important that you advise AGF of all changes to your holdings profile prior to a rebalancing date as your account will be rebalanced only in accordance with the profile AGF has on file. In addition to quarterly rebalancing activities, your holdings in the Underlying Pools may be rebalanced at AGF's discretion, if your target weightings under the Automatic Rebalancing Service mirror those of a Portfolio which is also rebalancing. The short-term or frequent trading fee doesn't apply to securities sold/converted (as applicable) through this service.

Currency exchange service

When you sell your securities, you can ask for the proceeds in a foreign currency, at the current rate of exchange. When you buy securities, we can exchange any foreign currency into Canadian currency to purchase securities of the Pool or Portfolio.

Electronic transaction services

You can arrange for your registered representative to place orders to buy, switch and sell securities of the Pools or Portfolios by telephone or electronically. You can also contact us by telephone to directly place orders to sell securities of the Pools or Portfolios. In addition, you can arrange for your registered representative to have money electronically transferred from or to your bank account when you buy or sell securities of the Pools or Portfolios in Canadian dollars. We don't offer this service for U.S. dollar investments.

Registered plans

We offer Harmony RRSPs, Group RRSPs, RRIFs, LIRAs, LRSPs, RLSPs, LIFs, LRIFs, RLIFs, PRIFs, TFSAs and Group TFSAs. There are no annual administration fees to open, maintain or close a plan.

You can also hold your securities in self-directed registered plans that you set up with other financial institutions. You may be charged a fee for these plans. You should consult your tax advisor for more information about the tax implications of registered plans.

Systematic switching plan

You can make regular switches between the Pools and Portfolios weekly, biweekly, twice a month, monthly, bimonthly, quarterly, semi-annually or annually on any business day of the month. We'll automatically sell/convert (as applicable) securities of one Pool or Portfolio and use the proceeds to buy/into another Pool or Portfolio, within the same series and same sales charge option. In general, switching between different series of the same Corporate Class Portfolio of the Harmony Tax Advantage Group or between series of the same Trust Pool or Trust Portfolio is not considered a sale for tax purposes, so no capital gain or loss will result. On the other hand, if you sell any of your securities you may realize a capital gain or loss if you hold your securities in an unregistered account. Capital gains are taxable.

The short-term or frequent trading fee doesn't apply to switches made under this plan.

When you enrol in our systematic switching plan, you will receive a copy of the current Fund Facts for the applicable Pools and Portfolios. Thereafter, you will be sent the Fund Facts, solely upon request.

You can request that a copy of the Fund Facts, the annual renewal prospectus and any amendments be sent to you at the time you enroll in our systematic investment plan, or at any time thereafter by calling us toll free at 1-800-387-2563, by emailing us at harmony@agf.com or by asking your registered representative. You can also find the Fund Facts, the annual renewal prospectus and any amendments at www.sedar.com or on our website at www.agf.com.

Systematic investment plan

You can make regular investments in the Pools and Portfolios weekly, biweekly, twice a month, monthly, bimonthly, quarterly, semi-annually or annually, on any business day of the month, for as little as $100 per fund. We'll automatically transfer money from your Canadian dollar chequing account and invest it in the Pools or Portfolios according to your instructions. If the frequency or start date is not included in your instructions, we will default the frequency to monthly and the start date to the first day of the following month. We may waive the minimum investment amount. The plan is not available for retirement income accounts or locked-in plans.

When you enrol in our systematic investment plan, you will receive a copy of the current Fund Facts for the applicable Pools and Portfolios. Thereafter, you will be sent the Fund Facts, solely upon request.

You can request that a copy of the Fund Facts, the annual renewal prospectus and any amendments be sent to you at the time you enroll in our systematic investment plan, or at any time thereafter by calling us toll free at 1-800-387-2563, by emailing us at harmony@agf.com or by asking your registered representative. You can also find the Fund Facts, the annual renewal prospectus and any amendments at www.sedar.com or on our website at www.agf.com.

You have a statutory right to withdraw from an initial purchase of the Pools or Portfolios under the systematic investment plan, but you do not have a statutory right to withdraw from subsequent purchases of the Pools or Portfolios under the systematic investment plan where you do not request a current version of the Fund Facts. However, you continue to have all other statutory rights under securities law, including a misrepresentation right as described under Purchasers' Statutory Rights, whether or not you have requested a current version of the Fund Facts.

Systematic withdrawal plan

You can receive regular Canadian dollar payments from the Pools or Portfolios through a systematic withdrawal plan. We'll sell the number of securities needed to make the payment and send the proceeds to you by cheque or deposit to your bank account. You can choose to receive payments weekly, biweekly, twice a month, monthly, bimonthly, quarterly, semi-annually or annually, on any business day. If the frequency or start date is not included in your instructions, we will default the frequency to monthly and the start date to the first day of the following month.

The short-term or frequent trading fee doesn't apply to securities sold through this service. We don't offer this service for automatic deposits in U.S. dollars.

If you hold your securities in a non-registered account, you may realize a capital gain or loss when your securities are sold. Capital gains are taxable.

The minimum withdrawal for accounts other than RRIFs is $100 per fund for the Pools and Portfolios. The minimum withdrawal doesn't apply to RRIFs. We may waive the minimum withdrawal amount.

Withdrawals can cause your investments in the Pools to vary from their initial optimum asset allocations. If you want to maintain your initial optimum asset allocations, you should make arrangements with your registered representative to have the Pools (other than Harmony Money Market Pool and Series F securities) in your account rebalanced.

If the value of the investment in your account falls below $10,000, we may sell your securities and send you the proceeds. See page 22 for details.

If you withdraw more money than your Pool or Portfolio securities are earning, you'll eventually use up your investment.

FEES AND EXPENSES

There are fees and expenses you may have to pay if you invest in the Pools or Portfolios. You may have to pay some of these fees and expenses directly. The Pools or Portfolios pay some of these fees and expenses, which in turn reduces the value of your investment. All amounts payable by investors referred to herein, including those listed on the table, are expressed exclusive of applicable Canadian sales and use taxes.

The Pools and Portfolios are required to pay goods and services tax ("GST") or harmonized sales tax ("HST"), as applicable, on management fees and operating expenses in respect of each series of a Pool or Portfolio, based on the residence for tax purposes of the investors of the particular series. Changes in existing HST rates, the adoption of HST by additional provinces, the repeal of HST by HST-participating provinces and changes in the breakdown of the residence of the Pool or Portfolio's investors may have an impact on a Pool or Portfolio year over year.

For fees and expenses payable directly by investors, the applicable rate of GST or HST, as applicable, will be determined based on the investor's place of residence.

In accordance with Canadian securities legislation, including National Instrument 81-102 – *Investment Funds* ("NI 81-102") the Portfolios (Trust Portfolios and Corporate Class Portfolios) invest directly in or obtain exposure to one or more underlying funds (i.e. the Underlying Pools) and the Pools invest directly in or obtain exposure to one or more underlying funds (i.e. ETFs). Fees and expenses are payable by the underlying funds in addition to the fees and expenses payable by the Pools and Portfolios. The Pools and Portfolios bear indirectly the fees and expenses payable by the underlying funds. The Pools and Portfolios may only invest in one or more underlying funds, provided that the Pool or Portfolio does not pay management fees or incentive fees on the portion of its assets that it invests in an underlying fund that, to a reasonable person, would duplicate a fee payable by the underlying fund for the same service. The management fee payable by the Pool or Portfolio will be reduced to the extent of such duplication. Management expense ratio (MER) disclosure included in the Pool's or Portfolio's management report of fund performance will include expenses related to the Pool's or Portfolio's investments in underlying funds. Where AGF is the manager of the Underlying Pool, no sales charges or deferred sales charges are payable by the Pool or Portfolio in relation to its purchases or redemptions of the securities of the Underlying Pool. See *Specific information about each of the Pools and Portfolios described in this document – Investing in Underlying Pools*.

We must obtain approval from investors in Embedded Series, Series T, Series V or Wrap Series of a Pool or Portfolio in order to (i) change the basis of the calculation of a fee or expense that is charged to the Pool or Portfolio in a way that could result in an increase in charges to these series or to their securityholders or (ii) introduce a fee or expense to be charged to the Pool or Portfolio or directly to their securityholders that could result in an increase in charges to these series or their securityholders, unless the fee or expense is charged by an entity that is at arm's length to the Pool or Portfolio. If the fee or expense is charged by an entity that is at arm's length to the Pool or Portfolio then we will not seek approval from securityholders of Embedded Series, Series T, Series V or Wrap Series and instead, the securityholders will be sent a written notice of such change at least 60 days prior to the effective date. For Series F, we may change the basis of the calculation of a fee or expense, or introduce a new fee or expense, in each case in a way that could result in an increase in charges to the series, upon providing at least 60 days' written notice before the effective date of any such change.

Fees and expenses payable by the Pools and Portfolios

Management fees

These fees are calculated and accrued daily and paid monthly, in respect of AGF's management services. AGF uses these management fees to pay for sales and trailing commissions to registered dealers on the distribution of the Pools' and Portfolios' securities, as applicable, and for general administrative expenses such as overhead, salaries, rent and legal and accounting fees relating to AGF's role as manager.

The table below shows the management fees for the Embedded Series, Series T, Series V and Series F securities payable by each Pool.

	MANAGEMENT FEE (%)			
	Embedded Series	***Series T***	***Series V***	***Series F***
Pools				
Harmony Canadian Equity Pool	2.25	2.25	2.25	0.75
Harmony Canadian Fixed Income Pool	1.85	1.85	1.85	0.35
Harmony Diversified Income Pool	2.25	2.25	2.25	0.75
Harmony Global Fixed Income Pool	1.85	1.85	1.85	0.35
Harmony Money Market Pool	0.00	N/A	N/A	0.00
Harmony Overseas Equity Pool	2.25	2.25	2.25	0.75
Harmony U.S. Equity Pool	2.25	2.25	2.25	0.75

The table below shows the management fees for the Embedded Series, Series T, Series V and Series F securities payable by each Portfolio. As the Portfolios invest in the Underlying Pools and the allocation in the Underlying Pools may vary from time to time, the management fee payable by each Portfolio may also vary from time to time. Each Portfolio pays management fees in respect of each of the series (other than Wrap Series) at rates in respect of its assets of each of those series of the Underlying Pools. These rates will vary based on the weighted average management fee rates of the corresponding series of the Underlying Pools held by the Portfolios at the time. As such, the Portfolios may pay lower (but not higher) management fees, from time to time, than those disclosed in the table below.

	MANAGEMENT FEE (%)			
	Embedded Series	***Series T***	***Series V***	***Series F***
Portfolios				
Harmony Balanced Growth Portfolio and Harmony Balanced Growth Portfolio Class	2.25	2.25	2.25	1.05
Harmony Balanced Portfolio	2.25	2.25	2.25	1.05
Harmony Conservative Portfolio	2.25	2.25	2.25	0.75
Harmony Growth Plus Portfolio and Harmony Growth Plus Portfolio Class	2.25	2.25	2.25	1.05
Harmony Growth Portfolio and Harmony Growth Portfolio Class	2.25	2.25	2.25	1.05
Harmony Maximum Growth Portfolio and Harmony Maximum Growth Portfolio Class	2.25	2.25	2.25	1.05
Harmony Yield Portfolio	2.25	2.25	2.25	1.05

Fees and expenses payable by the Pools and Portfolios	
	No management fee is payable in respect of Wrap Series. In respect of all series (including Wrap Series), where a Portfolio invests in a Pool that invests directly in ETFs, that Portfolio will, subject to applicable securities rules, bear indirectly the management fee (which includes portfolio management) of the ETFs indirectly borne by the Underlying Pool, after giving effect to any rebates or waivers.
Portfolio Management Fees	Each of the Trust Pools pays a separate portfolio management fee to the portfolio manager at varying annual rates based on the net asset value of that Trust Pool. The maximum rate payable by a Trust Pool can increase upon 60 calendar days prior written notice to securityholders if the portfolio manager is independent from the Trust Pool. The annual rates shown below are the current maximum portfolio management fees (as a percentage of the net asset value of each series), which may be payable by a Trust Pool. The portfolio management fee shown represents the highest blended rate that may currently be charged to a Trust Pool. Portfolio management fee rates often decline based on an increase in assets of a Trust Pool such that the portfolio management fees actually borne by the Trust Pool may be less than the stated maximum annual rate below:

Trust Pools	**MAXIMUM PORTFOLIO MANAGEMENT FEE** ***Wrap Series, Embedded Series, Series T, Series V and Series F***
Harmony Canadian Equity Pool	0.55%
Harmony Canadian Fixed Income Pool	0.25%
Harmony Diversified Income Pool	0.65%
Harmony Global Fixed Income Pool	0.50%
Harmony Money Market Pool	0.20%
Harmony Overseas Equity Pool	0.65%
Harmony U.S. Equity Pool	0.65%

No portfolio management fees are borne directly by the Portfolios (Trust Portfolios and Corporate Class Portfolios). Each Portfolio (Trust Portfolios and Corporate Class Portfolios) bears indirectly the portfolio management fees attributable to the Underlying Pool that the Portfolio invests in or obtains exposure to.

Fees and expenses payable by the Pools and Portfolios	
Operating expenses	In addition to the management fees and portfolio management fees (as applicable), each series of a Pool or Portfolio pays its own expenses and its share of the Pool or Portfolio's expenses that are common to all series. In particular and without limiting the generality of the foregoing, each Pool and Portfolio shall pay for any expenses incurred in respect of the following: commissions or service charges and brokerage fees; legal fees; custodian and safekeeping fees; audit fees; securityholder administrative costs, fund accounting and valuation costs; registrar and transfer agent fees and expenses (unless the Pool or Portfolio is paying an Administration Fee); fees and expenses of the Independent Review Committee*; for the Corporate Class Portfolios only, the director's fees and expenses; taxes (including HST); interest expenses; bank charges; borrowing costs; regulatory filings and other fees; costs of preparing, printing, and distributing financial reports, reports and prospectuses (other than the preliminary prospectus and annual information form for a new Pool or Portfolio), Fund Facts, and other continuous disclosure documents required to comply with securities legislation; fees paid to external service providers associated with tax reclaims, refunds or the preparation of foreign tax reports on behalf of the Pool or Portfolio, and tax filing fees; costs and expenses relating to complying with all existing and new applicable laws, regulations, requirements, and policies (including any new applicable laws, regulations, requirements and policies arising after April 26, 2018 as they relate to registrar and transfer agency services)**; and all other reasonable costs and expenses in respect of the administration, management and operation of the Pool or Portfolio that are not recoverable from AGF. Subject to applicable securities rules, a Pool that invests in ETFs also indirectly bear its proportionate share of the operating expenses of the ETFs, after giving effect to any rebates or waivers. In the case of the Trust Portfolios, they also indirectly bear their proportionate share of the operating expenses of the Underlying Pools and, in the case of a Pool that invests in ETFs, of the underlying ETFs in which the Pool invests, subject to applicable securities rules and after giving effect to any rebates or waivers. Securityholders will be sent a written notice at least 60 calendar days before the effective date of any change to such common or series-specific expenses that could result in an increase in charges to the Trust Pools or Trust Portfolios. * including insurance. As at the date of this simplified prospectus, each member of the Independent Review Committee receives an annual retainer of $40,000 ($45,000 for the Chairman) and $1,000 for each meeting of the Independent Review Committee that the member attends, plus reimbursement of expenses, if any, for attending each meeting. These fees and expenses are allocated among all of the funds managed by AGF to which NI 81-107 applies, including AGF Group of Funds, the Pools and Portfolios, and AGFiQ ETFs, in a manner that is considered by AGF to be fair and reasonable. **April 26, 2018 is the date that AGF first announced that it would be seeking Securityholder approval to introduce the proposed Administration Fee.
Registrar and Transfer Agency Administration Fee	Effective on or about October 1, 2018, AGF will pay certain operating expenses relating to registrar and transfer agency services of all series of certain Pools and Portfolios and, in return, that Pool or Portfolio, as applicable, will pay AGF a fixed annual administration fee ("Administration Fee"). In exchange for the Administration Fee payable by certain Pools and Portfolios to AGF, AGF will pay certain operating expenses relating to registrar and transfer agency services applicable to the series of those Pools and Portfolios. The Pools and Portfolios will continue to pay for all other operating expenses as described above under "Operating expenses". The Administration Fee paid to AGF by a Pool or Portfolio in respect of a series may, in any future period, be less than or exceed the actual registrar and transfer agency expenses that were incurred for the series. The Administration Fee will be calculated and accrued daily and paid to AGF monthly. The table below shows the Administration Fee for the Embedded Series, Wrap Series, Series T, Series V and Series F securities payable by certain Pools and Portfolios.

		ANNUAL ADMINISTRATION FEE, AS APPLICABLE (%)				
		Embedded Series	***Wrap Series***	***Series T***	***Series V***	***Series F***
	Pools					
	Harmony Canadian Equity Pool	0.1190	0.0280	0.1190	0.1190	0.1190
	Harmony Canadian Fixed Income Pool	0.0867	0.0110	0.0867	0.0867	0.0867
	Harmony Diversified Income Pool	0.1758	0.0362	0.1758	0.1758	0.1758
	Harmony Global Fixed Income Pool	0.3690	0.0397	0.3690	0.3690	0.3690
	Harmony Money Market Pool	0.1399	0.3047	N/A	N/A	0.1399
	Harmony Overseas Equity Pool	0.1566	0.0297	0.1566	0.1566	0.1566
	Harmony U.S. Equity Pool	0.0893	0.0241	0.0893	0.0893	0.0893
	Portfolios					
	Harmony Balanced Growth Portfolio	0.0575	0.0325	0.0558	0.0269	0.0575
	Harmony Balanced Growth Portfolio Class	0.0278	0.0255	0.0299	0.0142	0.0278
	Harmony Balanced Portfolio	0.0551	0.0289	0.0551	0.0551	0.0551
	Harmony Conservative Portfolio	0.0524	0.0288	0.0524	0.0524	0.0524
	Harmony Growth Plus Portfolio	0.0675	0.0460	0.0675	0.0675	0.0675
	Harmony Growth Portfolio	0.0597	0.0318	0.0362	0.0563	0.0597
	Harmony Maximum Growth Portfolio	0.0699	0.0843	0.0699	0.0699	0.0699
	Harmony Yield Portfolio	0.0716	0.0458	0.0516	0.0409	0.1138

<table>
<tr><th colspan="2">Fees and expenses payable directly by you</th></tr>
<tr><td>Series F fee-for-service</td><td>Your registered dealer and you determine a fee-for-service payable to the registered dealer.</td></tr>
<tr><td>Service fees for Wrap Series</td><td>When you buy Wrap Series securities of the Pools or Portfolios, you agree to pay a service fee to your registered dealer on a quarterly basis. The actual fee depends on the agreement you made with your registered dealer. The maximum annual rates (for all sales charge options -- front-end, DSC and low load) are:</td></tr>
<tr><td></td><td>
<table>
<tr><th>Pool/Portfolio</th><th>MAXIMUM SERVICE FEE RATE FOR WRAP SERIES
Front-end, DSC and Low Load</th></tr>
<tr><td>All Pools and Portfolios (except Harmony Canadian Fixed Income Pool, Harmony Global Fixed Income Pool and Harmony Money Market Pool)</td><td>2.25%</td></tr>
<tr><td>Harmony Canadian Fixed Income Pool</td><td>1.85%</td></tr>
<tr><td>Harmony Global Fixed Income Pool</td><td>1.85%</td></tr>
<tr><td>Harmony Money Market Pool</td><td>No Fee</td></tr>
</table>
</td></tr>
<tr><td></td><td>
In the case of a Portfolio which invests in an Underlying Pool that invests directly in ETFs, Wrap Series securities also bear indirectly the management fee (which includes portfolio management) borne by the ETFs, subject to applicable securities rules and after giving effect to any rebates or waivers.
For investor support and other services we provide to your registered dealer, we retain a portion of the quarterly service fee you pay to your registered dealer. These other services may include the development of asset allocation technology, and training and customer support services. With regard to Wrap Series securities, we sometimes negotiate with the dealer a lower portion of the service fee AGF retains in respect of investors with large contributions. The maximum annualized portion of the service fees retained by AGF for these services are as follows:
<table>
<tr><th rowspan="2">Pool/Portfolio</th><th colspan="3">MAXIMUM AMOUNT RETAINED BY AGF FOR WRAP SERIES SECURITIES PURCHASED ON</th></tr>
<tr><th>Front-end</th><th>Low Load</th><th>DSC</th></tr>
<tr><td>All Pools and Portfolios (except Harmony Canadian Fixed Income Pool, Harmony Global Fixed Income Pool and Harmony Money Market Pool)</td><td>0.75%</td><td>1.75%</td><td>1.25%</td></tr>
<tr><td>Harmony Canadian Fixed Income Pool</td><td>0.35%</td><td>1.35%</td><td>0.85%</td></tr>
<tr><td>Harmony Global Fixed Income Pool</td><td>0.35%</td><td>1.35%</td><td>0.85%</td></tr>
<tr><td>Harmony Money Market Pool</td><td>Nil</td><td>Nil</td><td>Nil</td></tr>
</table>
</td></tr>
<tr><td>Sales charges</td><td>Front-end sales charge
The front-end sales charge is available for all series of all Pools and Portfolios other than Series F. You and your registered representative negotiate the sales charge. The sales charge is up to 6% (up to 2% for Harmony Money Market Pool), and is deducted from the amount you invest in the Pool or Portfolio.</td></tr>
<tr><td>Switch fees</td><td>
There is no fee for switching from a series of securities of a Pool or Portfolio to another Pool or Portfolio in the same series and same sales charge option. There is no fee for reclassifying or converting (as applicable) a series of securities to another series within the same Pool or Portfolio and the same sales charge option.
If you reclassify or convert (as applicable) Embedded Series, Series T or Series V securities you bought under the DSC option or low load option to another sales charge option, you will have to pay any deferred sales charge that applies. See below for details about the deferred sales charge. If you reclassify or convert (as applicable) securities from Wrap Series or Series F, you can choose the front-end sales charge option, the DSC option or the low load option. See Switches for details.
</td></tr>
</table>

Fees and expenses payable directly by you	
Redemption fees	***Low load*** With the exception of Harmony Money Market Pool, if you bought your securities under the low load option and sell them within 3 years of buying them, you may have to pay a deferred sales charge. Some exceptions apply. See *Withdrawal privileges* on page 21 for details. In the case of Harmony Money Market Pool, you may have to pay a deferred sales charge if you buy applicable securities under the low load option, switch those securities into another Pool or Portfolio and then sell them within 3 years of the switch to the new Pool or Portfolio. The low load sales charge is based on the value of the securities when you bought them and is deducted from the value of the securities you sell. The rate depends on how long you held your securities: ***Securities you sell*** — Low load sales charge rate Within 18 months of buying them — 3.0% During the 19th to 36th month after buying them — 2.0% After 3 years of buying them — Zero If after buying your securities, you agree with your registered representative to change your sales charge option from low load to front-end, whether or not you also switch from one series of securities to another within the same Pool or Portfolio, you will have to pay the deferred sales charge that applies at the time of such change.
	DSC With the exception of Harmony Money Market Pool, if you bought your securities under the DSC option and sell them within 7 years of buying them, you may have to pay a sales charge. Some exceptions apply. See *Withdrawal privileges* on page 21 for details. In the case of Harmony Money Market Pool, you may have to pay a deferred sales charge if you buy applicable securities under the DSC option, switch those securities into another Pool or Portfolio and then sell them within 7 years of the switch to the new Pool or Portfolio. DSC is based on the value of the securities when you bought them and is deducted from the value of the securities you sell. The rate depends on how long you held your securities: ***Securities you sell*** — ***DSC rate*** Within 2 years of buying them — 5.5% During the 3rd year after buying them — 5.0% During the 4th year after buying them — 4.5% During the 5th year after buying them — 4.0% During the 6th year after buying them — 3.0% During the 7th year after buying them — 1.5% After 7 years of buying them — Zero If after buying your securities, you agree with your registered representative to change your sales charge option from DSC to front-end, whether or not you also switch from one series of securities to another within the same Pool or Portfolio, you will have to pay the deferred sales charge that applies at the time of such change.
Short-term or frequent trading fee	You may have to pay a short-term trading fee of up to 2% of the net asset value if you switch or sell securities of a Pool or Portfolio within 30 calendar days of buying them. You may also have to pay a frequent trading fee of up to 2% if you sell or switch securities within 15 calendar days of buying them. We deduct the fee from the value of the securities you're switching or selling, subject to certain exceptions, and pay it to the Pool or Portfolio. You will not pay a short-term or frequent trading fee for using the automatic rebalancing or systematic withdrawal plan services. See *Optional services and Short-term or frequent trading fee* for details.
Registered plan fees	None
Other fees	**Automatic rebalancing:** None **Systematic investment plan:** None **Systematic withdrawal plan:** None

(1) All fees and expenses referred to herein, including those listed in the table, are expressed exclusive of applicable taxes.

IMPACT OF SALES CHARGES

The table below shows the fees that you would have to pay under our different sales charge options. It assumes that:

- you invest $1,000 in securities of the Pool or Portfolio for each period and sell all of your securities immediately before the end of the period;
- the sales charge under the front-end option is 6%. See *Fees and expenses* for details;
- the sales charge under the low load option applies only if you sell your securities within 3 years of buying them. See *Fees and expenses* for the low load sales charge schedule;
- the sales charge under the DSC option applies only if you sell your securities within 7 years of buying them. See *Fees and expenses* for the DSC schedule; and
- you have not used your 10% withdrawal privilege. See Withdrawal privileges on page 21 for details.

	Sales charges		
	Front-end	***Low load***	***DSC***
At the time of purchase	$60	$0	$0
1 year	$0	$30	$55
3 years	$0	$20	$50
5 years	$0	$0	$40
10 years	$0	$0	$0

Wrap Series, Embedded Series, Series T and Series V securities can be purchased with any sales charge option. Sales charges do not apply to Series F securities.

DEALER COMPENSATION

This section explains how we compensate registered dealers when you invest in securities of the Pools or Portfolios. Registered dealers usually pay a portion of this compensation to their registered representatives under their own arrangements. We can change or cancel our compensation programs at any time.

Sales commission

Your registered dealer generally receives a sales commission when you invest in the Wrap Series, Embedded Series, Series T or Series V securities of a Pool or Portfolio. You and your registered representative will determine which sales charge option is suitable for you.

Front-End Option

When you buy securities under the front-end option, you and your registered dealer negotiate the sales charge. We deduct the sales charge from your investment and pay it to your registered dealer. The sales charge is up to 2% for Harmony Money Market Pool and up to 6% for all other Pools and Portfolios. See *Fees and expenses* for details.

Low Load Option

When you buy securities of a Pool or Portfolio (except Series F and Harmony Money Market Pool) under the low load option, we pay your registered dealer a sales commission. When you switch securities of Harmony Money Market Pool originally purchased under the low load option to another Pool or Portfolio under the same purchase option, your registered dealer receives a sales commission for all Pools and Portfolios held as a result of such switch.

We usually pay your registered dealer a commission of 3.0% on the amount you invest at the time of purchase, or at the time of a switch from the Harmony Money Market Pool to another Pool or Portfolio.

You may have to pay a deferred sales charge if you sell your securities within 3 years of buying them. See *Fees and expenses* for details.

DSC Option

When you buy securities of a Pool or Portfolio (except Series F and Harmony Money Market Pool) under the DSC option, we pay your registered dealer a commission. When you switch securities of Harmony Money Market Pool originally purchased under the DSC option to another Pool or Portfolio under the same purchase option, your registered dealer receives a sales commission for all Pools and Portfolios held as a result of such switch.

We usually pay your registered dealer a commission of 5.0% on the amount that you invest at the time of purchase, or at the time of a switch from the Harmony Money Market Pool to another Pool or Portfolio.

You may have to pay a deferred sales charge if you sell your securities within 7 years of buying them. See *Fees and expenses* for details.

Embedded Series, Series T and Series V trailing commission

We pay your registered dealer a trailing commission on Embedded Series, Series T and Series V securities for all Pools and Portfolios (at the time of switch for Harmony Money Market Pool), subject to certain eligibility requirements. Currently, we calculate and pay trailing commissions on or about the 20th day of the month end or quarter end, at the registered dealer's option.

Generally, the trailing commission is a percentage of the total value of securities held by a registered dealer's clients. The maximum annual rate of the trailing commission depends upon the sales charge option chosen and the purchase date. See the following table for details.

We will also pay trailing commissions to the discount broker for securities purchased through your discount brokerage account, if a trailing commission is payable on the series you purchase.

Pool/Portfolio	**Maximum Annual Trailing Commission Rate**		
	Front-end	***Low load***	***DSC***
All Pools and Portfolios (except Harmony Money Market Pool)	1.50%	0.50% for first 3 years, 1.50% thereafter	1.00%
Harmony Money Market Pool	0%	0%	0%

We do not pay trailing commissions on Wrap Series or Series F securities.

Series F fee-for-service

Your registered dealer and you determine a fee-for-service payable to the dealer.

Wrap Series service fees

When you buy Wrap Series securities of the Pools or Portfolios, you agree to pay a service fee to your registered dealer on a quarterly basis.

The service fee is based on the average total net asset value of your Wrap Series securities you held during the quarter. The maximum annual rates excluding applicable taxes are:

Pool/Portfolio	**Maximum Service Fee Rate for Wrap Series**		
	Front-end	***Low load***	***DSC***
All Pools and Portfolios (except Harmony Canadian Fixed Income Pool, Harmony Global Fixed Income Pool and Harmony Money Market Pool)	2.25%	2.25%	2.25%
Harmony Canadian Fixed Income Pool	1.85%	1.85%	1.85%
Harmony Global Fixed Income Pool	1.85%	1.85%	1.85%
Harmony Money Market Pool	0%	0%	0%

The actual fee depends on the agreement you made with your registered dealer. Wrap Series service fees are based on the average total net asset value of Wrap Series securities of the Pools or Portfolios you held during the quarter. To determine average total net asset value, we take the total value of your investment in the Wrap Series securities on each business day in the quarter and divide this number by the total number of calendar days in the quarter. Your registered dealer retains a portion of the service fee you pay on a quarterly basis. Your registered dealer may elect to receive their portion of the service fee on a monthly or quarterly basis. For investor support and other services we provide to your registered dealer, we retain a portion of the quarterly service fee you pay to your registered dealer.

We deduct the service fee by automatically selling your Pool or Portfolio securities in your account on or before March 20, June 20, September 20 and December 20 of each year. If you own securities of the Pools, we sell your Pool securities according to your optimum asset allocation profile unless there are not enough securities available through your optimum asset allocation profile, in which case we sell your Pool securities according to your current account holdings. If you hold your securities in a non-registered account, you may realize a capital gain or loss when your securities are sold. Capital gains are taxable. You should consult a tax advisor about the tax treatment of the service fee.

If you sell most or all of your securities before the end of a quarter, we will deduct the service fee you owe from the sale proceeds and send you the balance. We may change the date and method of deducting the service fee.

If you elect to have the service fee charged to a secondary account and this account does not have sufficient assets to cover the service fee, then we will deduct the fee by automatically selling your Pool securities or Portfolio securities (as applicable) from any of the other accounts you hold with us. If necessary, we will also sell securities from other Portfolios or Pools held in your account until the full amount of the service fee has been satisfied.

For Wrap Series securities of the Pools the annual service fee may be reduced by your registered dealer to no lower than the rates set forth in the table below:

Pool	**Maximum Reduction in Service Fee Rate for Wrap Series**		
	Front-end	***Low load***	***DSC***
All Pools (except Harmony Canadian Fixed Income Pool and Harmony Global Fixed Income Pool)	0.75%	1.75%	1.25%
Harmony Canadian Fixed Income Pool	0.35%	1.35%	0.85%
Harmony Global Fixed Income Pool	0.35%	1.35%	0.85%

In the case of a Portfolio, the service fees may be reduced by your registered dealer to no lower than the blended rate of reductions calculated based on the relative weightings of the Underlying Pools comprising the Portfolios.

A reduction may be based on a number of factors, including the total amount of your investment in the Pools or Portfolio. A reduction is effective when we receive written notice of it from your registered dealer.

The maximum amount retained by your registered dealer on an annual basis is:

Pool/Portfolio	**Maximum Amount Retained by Registered Dealer Annually for Wrap Series Securities Purchased On**		
	Front-end	***Low load***	***DSC***
All Pools and Portfolios	1.50%	0.50% for first 3 years, 1.50% thereafter	1.00%

Other kinds of dealer compensation

In addition to the dealer compensation fees described above, we may provide educational conferences and events, training and marketing support programs and other programs to registered dealers and their registered representatives. These include:

- materials describing the benefits of mutual fund investing
- conferences sponsored by registered dealers, for which we pay up to 10% of the cost
- audio and video materials for dealer seminars
- co-operative dealer advertising, for which we pay up to 50% of the cost
- national media advertising

We may change the terms and conditions of these commissions and programs or discontinue them, at any time.

Dealer Compensation from Management Fees

During our financial year ended November 30, 2017, the amount we paid to registered dealers in service fees and other kinds of dealer compensation for both the Pools and Portfolios and all other mutual funds managed by AGF was approximately 47% of the total management fees that we received.

INCOME TAX CONSIDERATIONS FOR INVESTORS

This section is a summary of how investing in the Pools and Portfolios can affect your taxes. It assumes that, for purposes of the Tax Act and at all relevant times, you are a Canadian resident individual (other than a trust) that deals at arm's length and is not affiliated with Harmony Tax Advantage Group, the Trust Pools or Trust Portfolios and holds securities of the Pools and Portfolios as capital property. This information may or may not apply to you. We recommend that you consult a tax advisor about your own situation.

More detailed information is available in the annual information form.

How your investment can make money

Your investment in a Pool or Portfolio can make money from:

- any earnings the Pool or Portfolio makes or realizes on its investments which are allocated to you in the form of distributions in the case of Trust Pools and Trust Portfolios and dividends in the case of Corporate Class Portfolios; and
- any capital gains that you realize when you switch or sell your securities of the Pool or Portfolio at a profit. If you switch or sell your investment at a loss, it is called a capital loss.

How your investment is taxed

The tax you pay on your mutual fund investment depends on whether you hold your securities in a non-registered account or in a registered plan, such as an RRSP or a TFSA.

Securities held in a registered plan

If you hold securities of a Pool or Portfolio in a registered plan, you generally pay no tax on distributions or dividends (as applicable) you receive from the Pool or Portfolio on those securities or on any capital gains that your registered plan makes from selling or switching or otherwise disposing of these securities. Generally, any withdrawals from registered plans are subject to tax other than withdrawals from a TFSA.

Trust Pool and Trust Portfolio securities held in a non-registered account

If you hold securities of a Trust Pool or Trust Portfolio in a non-registered account, you must include your share of the Trust Pool's or Trust Portfolio's distributions of net income and the taxable portion of net capital gains (in Canadian dollars) in your income. These amounts are taxed as if you received them directly. Distributions must be included in your income, whether you receive them in cash or have them reinvested in additional securities of the Trust Pool or Trust Portfolio.

Distributions for all Trust Pools and Trust Portfolios, except the Harmony Money Market Pool, may include a return of capital. When the net income and net realized capital gains available for distribution of a mutual fund is less than the amount distributed, the difference may be a return of capital. A return of capital is generally not taxable, but will reduce the adjusted cost base of your securities of the Trust Pool or Trust Portfolio. We explain how to calculate adjusted cost base below.

Most of the Trust Pools and Trust Portfolios make their only or largest distribution in December. In addition, a Trust Pool or Trust Portfolio may make interim distributions to one or more series during the year. If you buy securities of a Trust Pool or Trust Portfolio just before it makes a distribution, you will be taxed on that distribution that represents net income and net realized capital gains, even though the Trust Pool or Trust Portfolio may have earned the income or realized the gains before you owned the securities. That means you may have to pay tax on your share of the income and capital gains the Trust Pool or Trust Portfolio earned for the whole year.

In general, fees paid directly by you in respect of the Trust Pool or Trust Portfolio held outside a registered plan should be deductible for income tax purposes to the extent that such fees are reasonable and represent fees for advice to you regarding the purchase or sale of securities of the Trust Pool or Trust Portfolio or for services provided to you in respect of the administration or management of your securities of the Trust Pool or Trust Portfolio. The portion of the fees that represents services provided by the manager to the Trust Pool or Trust Portfolio, rather than directly to you, are not deductible for income tax purposes. You should consult your own tax advisors with respect to the deductibility of fees in your own particular circumstances.

We will issue a tax slip to you each year that shows the type of distributions the Trust Pool or Trust Portfolio distributed to you, including any return of capital amount, when applicable. You can claim any tax credits that apply to those earnings. For example, if the Trust Pool's or Trust Portfolio's distributions include amounts designated as "taxable dividends" from a "taxable Canadian corporation" (each as defined in the Tax Act) or foreign income, you may qualify for applicable tax credits as permitted by the Tax Act.

All switches and sales of securities, except for reclassifications, including automatic rebalancing transactions, are considered dispositions for tax purposes. If the proceeds of disposition of the securities sold is greater than the aggregate of the adjusted cost base of the securities and any reasonable costs of disposition, you will have a capital gain. If the proceeds of disposition of the securities sold is less than the aggregate of the adjusted cost base of the securities and any reasonable costs of disposition, you will have a capital loss, which may be applied against capital gains. In general, one-half of a capital gain (a "taxable capital gain") must be included in income for tax purposes. One-half of a capital loss (an "allowable capital loss") must be applied against taxable capital gains realized in the same year, and any excess amount of such allowable capital loss may be applied against net taxable capital gains in other taxation years subject to the applicable rules in the Tax Act.

A reclassification involves moving money from one series of a Trust Pool or Trust Portfolio to another series of the same Trust Pool or Trust Portfolio. Based in part on the administrative practice of the CRA, reclassifications are generally not considered dispositions for tax purposes and so no capital gain or loss will result.

Corporate Class Portfolios held in a non-registered account

The Harmony Tax Advantage Group may pay ordinary dividends and/or capital gains dividends. The Board determines when dividends are paid based upon the recommendation of AGF.

Dividends from the Classes are taxable in the year you receive them, whether you receive them in cash or have them reinvested in additional shares.

Dividends may include ordinary dividends and capital gains dividends. Ordinary dividends you receive from the Classes are generally treated as "taxable dividends" or "eligible dividends" (as defined in the Tax Act), and are generally subject to the applicable gross-up and dividend tax credit rules that apply to such dividends received from taxable Canadian corporations.

Capital gains dividends are treated as realized capital gains. In general, you must include one-half of the amount of a capital gain in your income for tax purposes.

The Harmony Tax Advantage Group may pay capital gains dividends in order to obtain a refund of capital gains taxes paid by the Harmony Tax Advantage Group. Generally, these would be payable on a pro-rata basis to each Class, based on the amount of taxable dividends from taxable Canadian corporations and/or capital gains earned by each Class, as applicable. However, the Board has the right to distribute capital gains dividends to a particular Class if the Board believes it reasonable to do so based upon the recommendation of AGF. The dividend to be paid to a Class will be paid proportionately amongst the series of such Class, after adjusting for series expenses. In general, you must include any management fee rebates you receive in your income. However, in some circumstances, you may instead elect to reduce the adjusted cost base of your securities by the amount of the rebate.

Certain Classes may also pay out to holders of Series T or Series V securities amounts in respect of a return of capital. These payments are called distributions. It is not expected that distributions of a return of capital made to holders of Series T or Series V will be taxable. Distributions of a return of capital that are not taxable, will reduce the adjusted cost base of your securities.

In general, fees paid directly by you in respect of the Classes held outside a registered plan should be deductible for income tax purposes to the extent that such fees are reasonable and represent fees for advice to you regarding the purchase or sale of securities of the Classes or for services provided to you in respect of the administration or management of your securities of the Classes. The portion of the fees that represents services provided by the manager to the Classes, rather than directly to you, are not deductible for income tax purposes. You should consult your own tax advisors with respect to the deductibility of fees in your own particular circumstances.

We will issue a tax slip to you each year that shows the amount and type of dividends and/or distributions you received.

If you sell your shares for cash or switch shares outside of the Harmony Tax Advantage Group, you will realize a capital gain (or capital loss).

Conversions of shares between two classes of a mutual fund corporation (such as the Harmony Tax Advantage Group) will be treated as a disposition of those shares at their fair market value for tax purposes. **Conversions between shares of different series of the same Class of the Harmony Tax Advantage Group will generally not be considered a disposition for tax purposes.** In general, a taxable capital gain must be included in income for tax purposes. An allowable capital loss must be applied against taxable capital gains realized in the same year, and any excess amount of such allowable capital loss may be applied against net taxable capital gains in other taxation years subject to the applicable rules in the Tax Act.

Calculating adjusted cost base

Your capital gain or loss for tax purposes is the difference between the proceeds of disposition from selling or switching (or otherwise disposing of) your securities and the aggregate of the adjusted cost base of those securities and any reasonable costs of disposition. Your adjusted cost base must be determined separately for each series of securities you own in each Pool or Portfolio. In general, the aggregate adjusted cost base of your investment in a series of securities of a Pool or Portfolio equals:

- your initial investment, including any applicable sales charges you paid, plus
- any additional investments, including any applicable sales charges you paid, plus
- any reinvested distributions or dividends, minus
- any distributions that were a return of capital, minus
- the adjusted cost base of any securities previously disposed of

To the extent that the adjusted cost base of your securities would otherwise be a negative amount as a result of you receiving a distribution that is a return of capital, the negative amount will be deemed to be a capital gain realized by you from a disposition of the securities and your adjusted cost base of the securities will be increased by the amount of such deemed gain to zero.

You should keep detailed records of the purchase cost of your securities, and distributions and dividends you receive on those securities so you can calculate their adjusted cost base. You may wish to consult a tax advisor to help you with these calculations.

Portfolio turnover

A Pool or Portfolio's portfolio turnover rate usually indicates how actively the Pool or Portfolio's portfolio manager manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to the Pool or Portfolio buying and selling each security in its portfolio once in the course of its financial year. The higher a Pool's portfolio turnover rate in a year, the greater the trading costs payable by the Pool in the year, and the greater the chance that you will receive an income or taxable capital gains distribution from a Trust Pool during the year. If an Underlying Pool makes a capital gains distribution to your Portfolio, this may increase the chance that you will receive an income or taxable capital gains distribution from a Trust Portfolio or a capital gains dividend from a Class during the year. The Portfolios do not incur any trading costs.

ADDITIONAL INFORMATION

Enhanced tax information reporting

Each of Harmony Tax Advantage Group, the Trust Pools and Trust Portfolios is a "reporting Canadian financial institution" for purposes of the Canada-U.S. Enhanced Tax Information Exchange Agreement (the "IGA") and Part XVIII of the Tax Act, and intends to satisfy its obligations under Canadian law for enhanced tax reporting to the Canada Revenue Agency ("CRA"). As a result of such status, securityholders may be requested to provide information to Harmony Tax Advantage Group, the Trust Pool or Trust Portfolio or their registered dealer relating to their citizenship, residency and, if applicable, a U.S. federal tax identification number or such information relating to the "controlling person(s)" in the case of certain entities. If a securityholder or any of its controlling person(s) is identified as a U.S. taxpayer (including a U.S. citizen who is resident in Canada) or if the securityholder does not provide the requested information, the IGA and Part XVIII of the Tax Act will generally require certain account information and payments made with respect to the securityholder's investment to be reported to the CRA, unless the investment is held in a registered plan. The CRA will then exchange the information with the U.S. Internal Revenue Service pursuant to the provisions of the Canada-U.S. Income Tax Treaty.

Part XIX of the Tax Act implements the Organisation for Economic Cooperation and Development Common Reporting Standard. The Harmony Tax Advantage Group and each Pool or

Portfolio, and registered dealers are required by law to have procedures in place to identify accounts held by residents of countries (other than Canada and the U.S.) or by certain entities the “controlling persons” of which are resident in those countries and to report certain account information and transactions to the CRA. Such information will be exchanged on a reciprocal, bilateral basis with countries that have agreed to a bilateral information exchange with Canada under the Common Reporting Standard. Securityholders are required by law to provide certain information regarding their investment in the Harmony Tax Advantage Group, a Pool or a Portfolio for the purposes of such information exchange, unless the investment is held within a registered plan.

PURCHASERS’ STATUTORY RIGHTS

Securities legislation in some provinces gives you the right to withdraw from an agreement to buy mutual funds within two business days of receiving the simplified prospectus or fund facts, or to cancel your purchase within 48 hours of receiving confirmation of your order.

Securities legislation in some provinces and territories also allows you to cancel an agreement to buy your securities and get your money back, or to make a claim for damages, if the simplified prospectus, annual information form, fund facts or financial statements misrepresent any facts about the Pool or Portfolio. These rights must usually be exercised within certain time limits.

For more information, refer to the securities legislation of your province or territory or consult your lawyer.

ADDITIONAL INFORMATION ABOUT POOL/PORTFOLIO REORGANIZATIONS

Pursuant to securities legislation, securityholder approval may not be required for certain Pool/Portfolio reorganizations. Should securityholder approval not be sought, you will be sent a written notice at least 60 days before the effective date of the change.

SPECIFIC INFORMATION ABOUT EACH OF THE POOLS AND PORTFOLIOS DESCRIBED IN THIS DOCUMENT

On the following pages, you'll find detailed descriptions of each of the Pools and Portfolios to help you make your investment decisions. Here's what each section of the Pool and Portfolio descriptions tells you:

Pool/Portfolio details

This is a summary of some basic information about the Pool or Portfolio, such as when it was started, whether it is a Trust Portfolio or a Corporate Class Portfolio and whether it's eligible for registered plans, such as RRSPs, Group RRSPs, RRIFs, LIRAs, LRSPs, RLSPs, LIFs, LRIFs, RLIFs, PRIFs, TFSAs and Group TFSAs. See *Income tax considerations for investors – Securities held in a registered plan*.

What does the Pool/Portfolio invest in?

This section describes the Pool's or Portfolio's fundamental investment objectives and the strategies the portfolio managers use in trying to achieve those objectives. You'll find out the types of investments the Pool or Portfolio holds and how the portfolio managers choose investments and manage the portfolio. Here are details about some special types of investments:

Derivatives

A Pool or Portfolio can use derivatives as long as the use of derivatives is consistent with the Pool's or Portfolio's objectives and is permitted in law. A derivative is a contract between two parties. The value of the contract is based on or derived from an underlying asset, such as a stock, a market index, a currency, a commodity or a basket of securities. It's not a direct investment in the underlying asset itself. Examples of derivatives are options, forward contracts, and futures contracts.

- An option is the right, but not the obligation, to buy or sell a security, currency, commodity, or market index at an agreed upon price by a certain date. The buyer of the option makes a payment, called a premium, to the seller for this right.
- A forward contract is an agreement to buy or sell an asset, such as a security or currency, at an agreed upon price at a future date or to pay the difference in value between the contract date and settlement date. Forward contracts are generally not traded on organized exchanges and aren't subject to standardized terms and conditions.
- Like a forward contract, a futures contract is an agreement between two parties to buy or sell an asset at an agreed upon price at a future date or to pay the difference in value between the contract date and settlement date. Futures contracts are normally traded on a registered futures exchange. The exchange usually specifies certain standardized features of the contract. Only certain Pools will invest in futures contracts.

Derivatives may be used as long as the use of derivatives is consistent with the relevant investment objectives and is permitted by law. Derivatives may be used in the following ways:

- to hedge against declines in security prices, financial markets, exchange rates and interest rates
- to gain exposure to securities, financial markets and foreign currencies. This can be less expensive and more flexible than investing directly in the underlying assets to profit from declines in the financial markets.

When derivatives are used for purposes other than hedging, to fully cover obligations, cover must be held in the form of cash, an investment in, or a right or obligation to acquire, the underlying interest, as permitted under securities laws for such derivative.

Investing in Underlying Pools

A Portfolio (Trust Portfolio or Corporate Class Portfolio) may invest in securities of an Underlying Pool if:

- the Underlying Pool is subject NI 81-102 and offers or has offered securities under a simplified prospectus in accordance with National Instrument 81-101
- the investment objective of the Underlying Pool is consistent with the Portfolio's investment objective

- AGF does not vote the Portfolio's holdings in the Underlying Pools, or, if it chooses at its discretion, flow through the voting rights to securityholders of the Portfolio
- The Underlying Pool is a reporting issuer in the same local jurisdiction as the Portfolio
- at the time the Portfolio purchases securities of the Underlying Pool, the Underlying Pool holds no more than 10% of the market value of its net asset value in securities of another fund
- no management fees or portfolio management fees are payable by the Portfolio that, to a reasonable person, would duplicate a fee payable by the Underlying Pool
- no sales charges or deferred sales charges are payable by the Portfolio in relation to its purchases or redemptions of the securities of the Underlying Pool.

Investments in ETFs

Subject to securities legislation, a Pool is permitted to invest in ETFs. Such ETFs may include ETFs that offer securities that would be categorized as "index participation units" (i.e. IPUs) within the meaning of NI 81-102. Securities of ETFs that are not "index participation units" (i.e. Non-IPUs) may also be permissible pursuant to securities legislation and/or any required exemptive relief granted from the Canadian securities regulatory authorities.

Exemptive relief has specifically been obtained from the Canadian securities regulatory authorities to permit the Pools to be able to invest in (i) certain Gold/Silver ETFs and certain Index ETFs, to the extent certain conditions are met; and (ii) securities of ETFs that are not IPUs to the extent certain conditions are met.

Repurchase agreements and securities lending

Through a repurchase agreement, a mutual fund sells a security at one price and concurrently agrees to buy it back from the buyer at a fixed price on a specified date. The buyer may be a broker-dealer or other buyer. Securities lending involves lending for a fee portfolio securities held by a mutual fund for a set period of time to willing, qualified borrowers who have posted collateral. Repurchase agreements and securities lending transactions may be entered into if no more than 50% of its net asset value is at risk under repurchase transactions and securities lending agreements, unless permitted in law to invest in a greater amount.

Certain of the Pools have appointed a securities lending agent, and other Pools may appoint a securities lending agent in the future, for purposes of entering into securities lending transactions with suitable counterparties. Pursuant to applicable securities laws, the securities lending agent is required to be the custodian or sub-custodian of the Pools.

Reverse repurchase agreements

Through a reverse repurchase agreement, a mutual fund buys securities for cash from a counterparty at a price set at the date of purchase and at the same time agrees to resell the same securities for cash to the counterparty at a price (usually higher) at a later date. The counterparty may be a broker-dealer or other buyer. In the event the counterparty defaults, since the types of securities purchased by the mutual fund are restricted to certain higher quality debt instruments of certain governments and other issuers, the mutual fund may be able to reduce or eliminate its losses.

What are the risks of investing in the Pool/Portfolio?

This section tells you some of the risks of investing in the Pool or Portfolio. The risks of investing in a Portfolio are generally the same as the risks associated with the Underlying Pools in which the Portfolio invests. You'll find a description of each risk in Specific risks of the Pools and Portfolios starting on page 5. For a more complete discussion about the risks of investing in the Pool or Portfolio, you should consult your registered representative.

Investment Risk Classification Methodology

AGF assigns a risk rating to each Pool and Portfolio as an additional guide to help investors decide whether a Pool or Portfolio is right for them. This information is only a guide.

The risk rating classification methodology used by AGF to determine the risk rating of each Pool and Portfolio is the methodology required by the Canadian securities regulators in NI 81-102. For each Pool and Portfolio, the investment risk level is based on the historical volatility of the Pool or Portfolio as measured by the 10-year standard deviation of the returns of the Pool or Portfolio. Just as historical performance may not be indicative of future returns, a Pool's or Portfolio's historical volatility may not be indicative of its future volatility. Investors should be aware that other types of risk, both measurable and non-measurable, also exist. Using this methodology, AGF assigns a risk rating to each Pool and Portfolio as either low, low to medium, medium, medium to high, or high risk.

The risk rating for each Pool and Portfolio is determined by calculating its standard deviation for the most recent 10 years using monthly returns and assuming the reinvestment of all income and capital gains distributions in additional Units of the Pool and Portfolio.

Standard deviation is a statistical measure used to estimate the dispersion of a set of data around the average value of the data. In the context of investment returns, it measures the amount of variability of returns that has historically occurred relative to the average return. The higher the standard deviation, the greater the variability of returns it has experienced in the past.

For the below Pools and Portfolios, which do not have at least 10 years of performance history, AGF uses a reference index that reasonably approximates or, for a newly established fund, that is reasonably expected to approximate, the standard deviation of the Pool and Portfolio (or in certain cases a highly similar fund managed by AGF) as a proxy:

Name of Pool or Portfolio	Reference Index or Comparable Fund Used	Description
Harmony Balanced Growth Portfolio Class	40% MSCI World Index / 30% FTSE TMX Canada Universe Bond Index / 20% S&P/TSX Composite Index / 10% Bloomberg Barclays Global Aggregate Index	The Harmony Balanced Growth Portfolio Class risk classification is based on the Portfolio's return and the return of a blend of four indices: (a) MSCI World Index, (b) FTSE TMX Canada Universe Bond Index, (c) S&P/TSX Composite, and (d) Bloomberg Barclays Global Aggregate Index. The MSCI World Index is a broad global equity index that represents large and mid-cap equity performance across 23 developed markets countries. The FTSE TMX Canada Universe Bond Index is designed to be a broad measure of the Canadian investment-grade fixed income market, covering government, quasi-government and corporate bonds. The S&P/TSX Composite Index is a broad market measure for the Canadian equity market; it includes common stocks and income trust units. The Bloomberg Barclays Global Aggregate Bond Index is a flagship measure of global investment grade debt from twenty-four local currency markets.
Harmony Diversified Income Pool	70% S&P/TSX 60 Index / 30% FTSE TMX Canada Universe Bond Index	The Harmony Diversified Income Pool risk classification is based on the Pool's return and the return of a blend of two indices: (a) S&P/TSX 60 Index, and (b) FTSE TMX Canada Universe Bond Index. The S&P/TSX 60 Index covers the 60 largest market capitalization securities within the S&P/TSX Composite. The FTSE TMX Canada Universe Bond Index is designed to be a broad measure of the Canadian investment-grade fixed income market, covering government, quasi-government and corporate bonds.

Name of Pool or Portfolio	Reference Index or Comparable Fund Used	Description
Harmony Global Fixed Income Pool	80% Bloomberg Barclays Global Aggregate Index / 8% J.P. Morgan GBIEM Global Diversified Index / 5% J.P. Morgan EMBI Global Index / 7% J.P. Morgan CEMBI Broad Diversified Index	The Harmony Global Fixed Income Pool risk classification is based on the Pool's return and the return of a blend of four indices (a) Bloomberg Barclays Global Aggregate Index, (b) J.P. Morgan GBIEM Global Diversified Index, (c) J.P. Morgan EMBI Global Index, and (d) J.P. Morgan CEMBI Broad Diversified Index. The Bloomberg Barclays Global Aggregate Bond Index is a flagship measure of global investment grade debt from twenty-four local currency markets. The J.P. Morgan GBIEM Global Diversified consists of regularly traded, liquid fixed-rate, domestic currency government bonds to which international investors can gain exposure. The J.P. Morgan EMBI Global Index measures the performance of most liquid USD-denominated emerging market sovereign or quasi-sovereign bonds. The J.P. Morgan CEMBI Broad Diversified Index is a global, liquid corporate emerging markets benchmark that tracks U.S.-denominated corporate bonds issued by emerging markets entities.
Harmony Growth Plus Portfolio Class	10% FTSE TMX Canada Universe Bond Index / 30% S&P/TSX Composite Index / 55% MSCI World Index / 5% Bloomberg Barclays Global Aggregate Index	The Harmony Growth Plus Portfolio Class risk classification is based on the Portfolio's return and the return of a blend of four indices: (a) FTSE TMX Canada Universe Bond Index, (b) S&P/TSX Composite Index, (c) MSCI World Index, and (d) Bloomberg Barclays Global Aggregate Index. The FTSE TMX Canada Universe Bond Index is designed to be a broad measure of the Canadian investment-grade fixed income market, covering government, quasi-government and corporate bonds. The S&P/TSX Composite Index is a broad market measure for the Canadian equity market; it includes common stocks and income trust units. The MSCI World Index is a broad global equity index that represents large and mid-cap equity performance across 23 developed markets countries. The Bloomberg Barclays Global Aggregate Bond Index is a flagship measure of global investment grade debt from twenty-four local currency markets.
Harmony Growth Portfolio Class	20% FTSE TMX Canada Universe Bond Index / 20% S&P/TSX Composite Index / 50% MSCI World Index / 10% Bloomberg Barclays Global Aggregate Index	The Harmony Growth Portfolio Class risk classification is based on the Portfolio's return and the return of a blend of four indices: (a) FTSE TMX Canada Universe Bond Index, (b) S&P/TSX Composite Index, (c) MSCI World Index, and (d) Bloomberg Barclays Global Aggregate Index. The FTSE TMX Canada Universe Bond Index is

Name of Pool or Portfolio	Reference Index or Comparable Fund Used	Description
		designed to be a broad measure of the Canadian investment-grade fixed income market, covering government, quasi-government and corporate bonds. The S&P/TSX Composite Index is a broad market measure for the Canadian equity market; it includes common stocks and income trust units. The MSCI World Index is a broad global equity index that represents large and mid-cap equity performance across 23 developed markets countries. The Bloomberg Barclays Global Aggregate Bond Index is a flagship measure of global investment grade debt from twenty-four local currency markets.
Harmony Maximum Growth Portfolio Class	35% S&P/TSX Composite Index / 65% MSCI World Index	The Harmony Maximum Growth Portfolio Class risk classification is based on the Portfolio's return and the return of a blend of two indices: (a) S&P/TSX Composite Index, and (b) MSCI World Index. The S&P/TSX Composite Index is a broad market measure for the Canadian equity market; it includes common stocks and income trust units. The MSCI World Index is a broad global equity index that represents large and mid-cap equity performance across 23 developed markets countries.

There may be times when AGF believes this methodology produces a result that does not reflect a Pool's or Portfolio's risk based on other qualitative factors. As a result, AGF may place the Pool or Portfolio in a higher risk rating category, as appropriate. AGF will review the risk rating for each Pool and Portfolio on an annual basis or if there has been a material change to a Pool's or Portfolio's investment objectives or investment strategies.

A more detailed explanation of standard deviation and the methodology AGF uses to determine the risk rating of the Pools and Portfolios is available on request, at no cost, by calling us toll-free at 1-800-387-2563, emailing us at harmony@agf.com or writing to us at Harmony – Client Services, 55 Standish Court, Suite 1050, Mississauga, Ontario L5R 0G3.

Who Should Invest in this Pool/Portfolio?

This section can help you decide if the Pool or Portfolio might be suitable for your account. It includes information about the level of investor risk tolerance that would be appropriate for each Pool or Portfolio.

Distribution policy – Trust Pools and Trust Portfolios

This section tells you when the Trust Pool or Portfolio usually pays distributions to investors. It will also tell you whether your distributions will be reinvested, or whether in certain cases you may ask to receive them in cash instead. The Trust Pools or Trust Portfolios may change their distribution policy at any time.

Each series of a Trust Pool or Trust Portfolio is entitled to its share of the Trust Pool's or Trust Portfolio's net income and realized capital gains adjusted for the series specific expenses relative to each Trust Pool or Trust Portfolio. As a result, the amount of adjusted net income per unit will likely be different for each series of the Trust Pool or Trust Portfolio. To the extent that distributions made during the year exceed the net income and net realized capital gains allocated amongst series as described above, such distributions may include a return of capital. Return of capital represents a return to an investor of a portion of their own invested capital. A distribution of a return of capital to investors may not be proportionately shared amongst series.

For information on how distributions can affect your taxes, see *Income tax considerations for investors*. Information on current distribution rates is available on AGF's website at www.AGF.com.

Dividend policy and Distribution policy – Corporate Class Portfolios

This section tells you when Harmony Tax Advantage Group usually pays dividends or distributions to investors. It will also tell you whether your dividends or distributions will be reinvested, or whether in certain cases you may ask to receive them in cash instead. Harmony Tax Advantage Group may change its dividend policy and its distribution policy at any time.

Harmony Tax Advantage Group does not pay dividends at regular intervals. Harmony Tax Advantage Group intends to pay ordinary dividends or capital gains dividends only to the extent necessary to obtain refunds of tax under the Tax Act and in such event, the dividend is expected to be declared no later than 15 days after the financial and tax year end of Harmony Tax Advantage Group. Any dividends would generally be allocated amongst all Classes on a pro-rata basis, based on the amount of Canadian dividends and/or capital gains earned by each Class, as applicable. However, the Board has the right to pay dividends only to a particular Class if it believes it is appropriate to do so based upon AGF's recommendation. Any dividend payable will be shared amongst all series of the Class, after adjusting for series specific expenses. The Board may change, upon the recommendation of AGF, a dividend policy at any time.

Harmony Tax Advantage Group has a distribution policy to make monthly distributions of a return of capital to holders of Series T shares and Series V shares of the Classes so long as there is sufficient capital attributable to the relevant series.

For information on how distributions or dividends can affect your taxes, see *Income tax considerations for investors*. Information on current distribution rates is available on AGF's website at www.AGF.com.

Pool/Portfolio expenses indirectly borne by investors

This information is intended to help you compare the cost of investing in the Pool or Portfolio with the cost of investing in other mutual funds. While you do not pay these costs directly, they have the effect of reducing the Pool or Portfolio's returns. The information is based on an initial investment of $1,000 and a total annual return of 5% and assumes that the MER of the Pool or Portfolio was the same throughout each period shown as it was during the last completed financial year. For additional information refer to Fees and Expenses beginning on page 25. Information is shown only for series of securities of a Pool or Portfolio that were outstanding and operational at the end of the last completed financial year.

HARMONY CANADIAN EQUITY POOL

Pool details

Type of pool	Canadian equity pool	
Date started	Embedded Series:	December 20, 2002
	Series F:	August 11, 2008
	Series T:	August 11, 2008
	Series V:	August 11, 2008
	Wrap Series:	December 10, 1996
Legal structure	Trust Pool	
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio managers	AGF Investments Inc. (Toronto, Ontario) Connor, Clark & Lunn Investment Management Ltd. (Vancouver, B.C.) Highstreet Asset Management Inc. (London, Ontario)	

What does the Pool invest in?

Investment objectives

The Pool's objective is to provide long-term capital growth. It invests primarily in marketable equity securities of Canadian issuers listed on stock exchanges or that trade in over-the-counter markets.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose.

Investment strategies

The Pool is managed by three portfolio managers with complementary investment styles. The portion of the Pool's assets managed by each portfolio manager can vary. The allocations to the portfolio managers may be rebalanced at any time, as AGF deems appropriate.

As a portfolio manager in respect of the Pool, AGF uses a tactical managed volatility approach to make opportunistic shifts based on a number of quantitative and qualitative signals. This tactical overlay attempts to provide a defensive position for the Pool during times of heightened market volatility using short term sentiment indicators in a systematic fashion. In pursuit of this strategy, AGF will invest a portion of the Pool's assets in exchange traded funds that are IPUs. The Pool may invest in IPUs that invest in securities, trade on a Canadian or U.S. stock exchange, or such other stock exchanges as may be approved from time to time by Canadian securities regulators and either (i) invest in securities that are included in one or more indices in substantially the same proportion as those securities are reflected in a referenced index or indices, or (ii) invest in a manner that substantially replicates the performance of such a referenced index or indices.

In selecting IPUs, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated.

Connor, Clark & Lunn Investment Management Ltd. (CC&L) uses a quantitative investment process focused on assessing the relative attractiveness of Canadian equities. The process is built to systematically validate, monitor, enhance and implement sound investment principles. CC&L's Quantitative Equity strategy assesses opportunities to exploit informational and behavioural biases within equity markets and then examines the relative attractiveness of each stock in the universe across a number of indicators which are grouped into key proprietary factors. The model analyzes four key investment themes that are believed to drive stock and industry returns: value, growth, quality and short-term signals. A proprietary scoring methodology ranks stocks relative to their peers, industry by industry. Risk management is a critical component of the investment process and the team utilizes a proprietary risk model which evaluates specific risk factors. The team believes that by focusing on both the return and the risk characteristics of stocks they are able to build better risk-adjusted portfolios.

Highstreet Asset Management Inc. (Highstreet), through its Canadian equity mandate, aims to provide long-term capital appreciation by primarily investing in Canadian marketable securities that are members of the S&P/TSX Composite Index. For this mandate, Highstreet typically invests in over 40 stocks that have better-than-market earnings growth profiles, more attractive valuation profiles, and above-average quality.

Highstreet also aims, through its small cap mandate, to provide long-term capital appreciation by primarily investing in Canadian marketable securities that are members of the S&P TSX Small Cap Index. For this mandate, Highstreet typically invests in over 50 stocks that have better than-market earnings growth profiles, more attractive valuation profiles, and above-average quality.

Highstreet's quantitative portfolio management process evaluates and ranks stocks on the basis of fundamental and risk characteristics. In addition, Highstreet ensures that the stocks meet the risk profile objectives. The model allows Highstreet to analyze growth, value, quality and risk (GVQ+R™) attributes at the stock level and at the portfolio level. While the process is mostly quantitative, Highstreet supplements the data provided by the model with research and ongoing fundamental analysis. Buy, sell, trim and add decisions are based on the results generated by the model and the analysis performed by the portfolio management team at Highstreet.

The Pool may use options, forward contracts and other permitted derivatives as long as the use of these derivatives is consistent with the Pool's objectives and is permitted in law. It may use derivatives in the following ways:

- to hedge against declines in security prices, financial markets, exchange rates and interest rates
- to gain exposure to securities, financial markets and foreign currencies. This can be less expensive and more flexible than investing directly in the underlying assets
- to profit from declines in financial markets

When the Pool uses derivatives for purposes other than hedging, to fully cover its obligations, the Pool holds cover in the form of cash, an investment in, or a right or obligation to acquire, the underlying interest, as permitted under securities laws for such derivative.

While the Pool may in its discretion use derivatives, it is not required to do so as an investment strategy.

Securities lending transactions may be used in conjunction with the Pool's other investment strategies in a manner considered most appropriate to achieve the Pool's investment objectives and to enhance the Pool's return.

The Pool may invest up to 10% of its assets in foreign securities.

The Pool may enter into repurchase agreements and reverse repurchase agreements.

The Pool may invest in securities of another mutual fund, including other mutual funds managed by AGF or its affiliates, so long as the investment is in accordance with securities law and the Pool's own portfolio restrictions. It may also invest in cash or cash equivalents.

You'll find more information about derivatives, repurchase agreements, reverse repurchase agreements, securities lending and investing in other mutual funds under Specific Information About Each of the Pools and Portfolios Described in this Document.

The Pool has obtained exemptive relief from the Canadian securities regulatory authorities so that it may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Pool will only invest, directly or indirectly, in gold or silver in a manner which is consistent with the Pool's investment objectives.

The Pool has also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Pool will only invest in such ETFs which are consistent with the Pool's investment objectives.

The Pool may choose to invest in other ETFs in a manner consistent with the Pool's investment objectives and permitted by law.

The Pool may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

The Pool's portfolio turnover rate, which may be greater than 70% in a year, indicates how actively the portfolio of the Pool is managed. The higher the portfolio turnover rate in a year, the greater the trading costs payable by the Pool in the year, and the greater the chance you will receive taxable distributions in the year. Generally, distributions are taxable if you hold the Pool in a non-registered account. See *Income tax considerations for investors*.

What are the risks of investing in the Pool?

Because this Pool invests in equity securities, its value is affected by stock prices, which can rise and fall in a short period of time. The risks of investing in the Pool include:

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- equity risk
- ETF general risks
- ETF industry sector risks
- ETF index risk
- foreign currency risk
- foreign market risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk*
- underlying fund risk

* As of June 15, 2018, two securityholders held 18.73% and 13.94% of the Pool, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Pool?

Consider this Pool if:

- you want, and you have a tolerance for volatility consistent with, the growth potential of equity securities of Canadian companies
- you're investing for the longer term
- you tolerate medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Pool's risk rating, please see Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology and Who Should Invest in this Pool/Portfolio.

Distribution policy

The current policy of the Pool is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Pool also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Pool expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Pool (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	4.36	13.74	24.09	54.83
Embedded Series	31.29	98.64	172.89	393.54

HARMONY CANADIAN FIXED INCOME POOL

Pool details

Type of pool	Canadian fixed income pool
Date started	Embedded Series: December 20, 2002 Series F: August 11, 2008 Series T: August 11, 2008 Series V: August 11, 2008 Wrap Series: December 10, 1996
Legal structure	Trust Pool
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series
Registered plan eligibility	Yes
Portfolio managers	AGF Investments Inc. (Toronto, Ontario) Baker Gilmore & Associates Inc. (Montreal, Quebec)

What does the Pool invest in?

Investment objectives

The Pool's objective is to provide a consistently high level of interest income. It invests primarily in:

- liquid federal and provincial government fixed income securities
- fixed income securities of Canadian corporate issuers with little risk of income interruption and a rating "A" or better by Dominion Bond Rating Service (DBRS) or ratings from other equivalent rating agencies

The Pool emphasizes liquidity to allow the portfolio managers flexibility in making shifts in the maturity of the portfolio in anticipation of changing interest rates.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose.

Investment strategies

The Pool is managed by two portfolio managers with complementary investment styles. The portion of the Pool's assets managed by each portfolio manager can vary. The allocations to the portfolio managers may be rebalanced at any time, as AGF deems appropriate.

AGF Investments Inc. uses "top-down fundamental analysis" to manage its portion of the portfolio. It first analyzes economic factors, such as inflation, growth, employment, and fiscal and monetary policy in Canada. It then evaluates fixed income markets using interest rate and currency anticipation. It chooses individual securities with high credit quality to minimize credit risk.

As a portfolio manager in respect of the Pool, AGF uses a tactical managed volatility approach to make opportunistic shifts based on a number of quantitative and qualitative signals. This tactical overlay attempts to provide a defensive position for the Pool during times of heightened market volatility using short term sentiment indicators in a systematic fashion. In pursuit of this strategy, AGF will invest a portion of the Pool's assets in exchange traded funds that are IPUs. The Pool may invest in IPUs that invest in securities, trade on a Canadian or U.S. stock exchange, or such other stock exchanges as may be approved from time to time by Canadian securities regulators and either (i) invest in securities that are included in one or more indices in substantially the same proportion as those securities are reflected in a referenced index or indices, or (ii) invest in a manner that substantially replicates the performance of such a referenced index or indices.

In selecting IPUs, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated.

Baker Gilmore & Associates Inc. ("Baker Gilmore") believes that markets regularly deviate from fundamentals, allowing a value-driven approach to generate superior returns over a long-term investment horizon.

In Baker Gilmore's opinion, delivering consistent added value is best achieved through the pursuit of multiple, diversified strategies, which capitalize on the best opportunities available in the market place.

Baker Gilmore's investment process combines fundamentally-driven, subjective forecasting of the key factors that drive bond market returns with a rigorous quantitative approach to portfolio construction and implementation to attempt to meet specific return and risk objectives. For corporate security selection, bottom-up fundamental research focuses on relative valuations and default risks.

The Pool may use options, forward contracts and other permitted derivatives as long as the use of these derivatives is consistent with the Pool's objectives and is permitted in law. It may use derivatives in the following ways:

- to hedge against declines in security prices, financial markets, exchange rates and interest rates
- to gain exposure to securities, financial markets and foreign currencies. This can be less expensive and more flexible than investing directly in the underlying assets
- to profit from declines in financial markets

When the Pool uses derivatives for purposes other than hedging, to fully cover its obligations, the Pool holds cover in the form of cash, an investment in, or a right or obligation to acquire, the underlying interest, as permitted under securities laws for such derivative.

While the Pool may in its discretion use derivatives, it is not required to do so as an investment strategy.

Securities lending transactions may be used in conjunction with the Pool's other investment strategies in a manner considered most appropriate to achieve the Pool's investment objectives and to enhance the Pool's return.

The Pool may invest up to 30% of its assets in foreign securities.

The Pool may enter into repurchase agreements and reverse repurchase agreements.

The Pool may invest in securities of another mutual fund, including other mutual funds managed by AGF or its affiliates, so long as the investment is in accordance with securities law and the Pool's own portfolio restrictions. It may also invest in cash or cash equivalents.

You'll find more information about derivatives, repurchase agreements, reverse repurchase agreements, securities lending and investing in other mutual funds under Specific Information About Each of the Pools and Portfolios Described in this Document.

The Pool has obtained exemptive relief from the Canadian securities regulatory authorities so that it may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Pool will only invest, directly or indirectly, in gold or silver in a manner which is consistent with the Pool's investment objectives.

The Pool has also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU

ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Pool will only invest in such ETFs which are consistent with the Pool's investment objectives.

The Pool may choose to invest in other ETFs in a manner consistent with the Pool's investment objectives and permitted by law.

The Pool may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

The Pool's portfolio turnover rate, which may be greater than 70% in a year, indicates how actively the portfolio of the Pool is managed. The higher the portfolio turnover rate in a year, the greater the trading costs payable by the Pool in the year, and the greater the chance you will receive taxable distributions in the year. Generally, distributions are taxable if you hold the Pool in a non-registered account. See *Income tax considerations for investors*.

What are the risks of investing in the Pool?

Because this Pool invests in fixed income securities, its value is affected by changes in interest rates. The risks of investing in the Pool include:

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- counterparty risk
- credit risk
- cybersecurity risk
- derivative risk
- ETF general risks
- ETF industry sector risks
- ETF index risk
- foreign currency risk
- foreign market risk
- liquidity risk
- interest rate risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- substantial securityholder risk*
- underlying fund risk

* As of June 15, 2018, two securityholders held 28.74% and 24.81% of the Pool, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Pool?

Consider this Pool if:

- you want, and you have a tolerance for volatility consistent with, the income potential of Canadian fixed income securities
- you're investing for the short term
- you tolerate low risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Pool's risk rating, please see Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology and Who Should Invest in this Pool/Portfolio.

Distribution policy

The current policy of the Pool is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Pool also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Pool expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Pool (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	2.66	8.38	14.69	33.44
Embedded Series	25.21	79.48	139.31	317.10

HARMONY DIVERSIFIED INCOME POOL

Pool details

Type of pool	Tactical balanced pool	
Date started	Embedded Series:	October 28, 2011
	Series F:	July 6, 2012
	Series T:	October 28, 2011
	Series V:	October 28, 2011
	Wrap Series:	October 28, 2011
Legal structure	Trust Pool	
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio manager	AGF Investments Inc. (Toronto, Ontario) Highstreet Asset Management Inc. (London, Ontario)	

What does the Pool invest in?

Investment objectives

The Pool's objective is to provide income with capital appreciation. It invests primarily in a diversified blend of Canadian and global asset classes including equities and fixed income as well as cash and cash equivalents.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose.

Investment strategies

The Pool is managed by two portfolio managers with complementary investment styles. The portion of the Pool's assets managed by each portfolio manager can vary. The allocations to the portfolio managers may be rebalanced at any time, as AGF deems appropriate.

As a portfolio manager in respect of the Pool, AGF uses a bottom-up asset allocation approach to identify the most attractive income opportunities. Income generation and the ability of a company to maintain or grow dividend payments is an important consideration. The portfolio manager uses a bottom-up quantitative and qualitative approach to identify companies where senior management has shown a commitment to rewarding shareholders through a growing dividend stream.

Highstreet Asset Management Inc. (Highstreet) believes that investment success can be achieved through blending quantitative and qualitative analysis to identify investment opportunities that are delivering attractive and sustainable levels of income. In particular, Highstreet focuses on the cash flow generation capability, dividend policy and valuation profile for each underlying company.

To achieve the objective of the Pool, AGF will also invest in exchange traded funds that are IPUs. The IPUs will provide exposure to a wide range of equities and fixed income asset classes from around the world that may provide attractive income opportunities with capital appreciation as a secondary objective.

In selecting IPUs, AGF, as portfolio manager, considers the advice and recommendations of Wilshire Associates Incorporated.

The Pool may use options, forward contracts and other permitted derivatives as long as the use of these derivatives is consistent with the

Pool's objectives and is permitted in law. It may use derivatives in the following ways:

- to hedge against declines in security prices, financial markets, exchange rates and interest rates
- to gain exposure to securities, financial markets and foreign currencies. This can be less expensive and more flexible than investing directly in the underlying assets
- to profit from declines in financial markets

When the Pool uses derivatives for purposes other than hedging, to fully cover its obligations, the Pool holds cover in the form of cash, an investment in, or a right or obligation to acquire, the underlying interest, as permitted under securities laws for such derivative.

While the Pool may in its discretion use derivatives, it is not required to do so as an investment strategy.

Securities lending transactions may be used in conjunction with the Pool's other investment strategies in a manner considered most appropriate to achieve the Pool's investment objectives and to enhance the Pool's return.

The Pool may enter into repurchase agreements and reverse repurchase agreements.

The Pool may invest in securities of another mutual fund, including other mutual funds managed by AGF or its affiliates, so long as the investment is in accordance with securities law and the Pool's own portfolio restrictions. It may also invest in cash or cash equivalents.

You'll find more information about derivatives, repurchase agreements, reverse repurchase agreements, securities lending and investing in other mutual funds under Specific Information About Each of the Pools Described in this Document.

The Pool has obtained exemptive relief from the Canadian securities regulatory authorities so that it may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Pool will only invest, directly or indirectly, in gold or silver in a manner which is consistent with the Pool's investment objectives.

The Pool has also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Pool will only invest in such ETFs which are consistent with the Pool's investment objectives.

The Pool may choose to invest in other ETFs in a manner consistent with the Pool's investment objectives and permitted by law.

The Pool may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

What are the risks of investing in the Pool?

Because this Pool invests in equity securities, its value is affected by stock prices, which can rise and fall in a short period of time. The risks of investing in the Pool include:

- capital erosion risk
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- equity risk

- ETF general risks
- ETF index risks
- ETF industry sector risk
- foreign currency risk
- foreign market risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk*
- underlying fund risk

* As of June 15, 2018, two securityholders held 30.36% and 27.60% of the Pool, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Pool?

Consider this Pool if:

- you want, and you have a tolerance for volatility consistent with, the growth potential of equities combined with fixed income
- you're investing for the longer term
- you tolerate medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Pool's risk rating, please see Specific Information about each of the Pools Described in this Document – Investment Risk Classification Methodology and Who Should Invest in this Pool.

Distribution policy

The current policy of the Pool is to make distributions at the rate determined from time to time by AGF for each calendar quarter to a series (except Series T and Series V securities) of the Pool, which rate will not be the same (as applicable) for all series, and which rate may be determined to be zero. For Series T and Series V securities, AGF determines the rate from time to time at which monthly distributions will be made. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Pool also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any, after giving effect to monthly/quarterly distributions. In the case of all series, other than Series T and Series V, the December distribution will be an amount equal to the greater of i) the distribution at the quarterly rate applicable for such series or ii) their respective shares of the net income and net capital gains in excess of the amount previously distributed to them as quarterly distributions. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly/quarterly distributions made to a series in a year (as applicable) exceeds the portion of the net income and net realized capital gains allocated to that series, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Pool expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Pool (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	9.14	28.80	50.48	114.90
Embedded Series	35.07	110.55	193.77	441.07

HARMONY GLOBAL FIXED INCOME POOL

Pool details

Type of pool	Global fixed income pool	
Date started	Embedded Series: Series F: Series T: Series V: Wrap Series:	October 28, 2011 July 6, 2012 October 28, 2011 October 28, 2011 October 28, 2011
Legal structure	Trust Pool	
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)	

What does the Pool invest in?

Investment objectives

The Pool's objective is to provide interest income and capital appreciation. It invests primarily in investment grade debt securities of governments, corporations and other issuers around the world.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose.

Investment strategies

To achieve its objective, the Pool will invest in exchange traded funds that are IPUs. The exchange traded funds will be invested in a wide range of fixed income asset classes from around the world that may provide attractive opportunities for income and capital appreciation. The target weightings of such underlying exchange traded funds may be rebalanced at any time, as AGF deems appropriate.

The portfolio manager may invest in a diversified portfolio of investment grade debt and debt-related instruments denominated in currencies of any member state of the OECD or in other freely convertible currencies, issued by governments, supranational entities, corporations and other issuers around the world. The portfolio manager may also invest in the entire emerging market fixed income opportunity set, which is made up of local and foreign currency, denominated emerging market sovereign and corporate debt instruments issued by a broad range of countries. The portfolio manager may engage in active currency management strategies to exploit or hedge the risk of changes in currency exchange rates.

In selecting IPUs, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated.

The Pool may use options, forward contracts and other permitted derivatives as long as the use of these derivatives is consistent with the Pool's objectives and is permitted in law. It may use derivatives in the following ways:

- to hedge against declines in security prices, financial markets, exchange rates and interest rates
- to gain exposure to securities, financial markets and foreign currencies. This can be less expensive and more flexible than investing directly in the underlying assets
- to profit from declines in financial markets

When the Pool uses derivatives for purposes other than hedging, to fully cover its obligations, the Pool holds cover in the form of cash, an investment in, or a right or obligation to acquire, the underlying interest, as permitted under securities laws for such derivative.

While the Pool may in its discretion use derivatives, it is not required to do so as an investment strategy.

Securities lending transactions may be used in conjunction with the Pool's other investment strategies in a manner considered most appropriate to achieve the Pool's investment objectives and to enhance the Pool's return.

The Pool may enter into repurchase agreements and reverse repurchase agreements.

The Pool may invest in securities of another mutual fund, including other mutual funds managed by AGF or its affiliates, so long as the investment is in accordance with securities law and the Pool's own portfolio restrictions. It may also invest in cash or cash equivalents.

You'll find more information about derivatives, repurchase agreements, reverse repurchase agreements, securities lending and investing in other mutual funds under Specific Information About Each of the Pools Described in this Document.

The Pool has obtained exemptive relief from the Canadian securities regulatory authorities so that it may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Pool will only invest, directly or indirectly, in gold or silver in a manner which is consistent with the Pool's investment objectives.

The Pool has also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Pool will only invest in such ETFs which are consistent with the Pool's investment objectives.

The Pool may choose to invest in other ETFs in a manner consistent with the Pool's investment objectives and permitted by law.

The Pool may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

What are the risks of investing in the Pool?

Because this Pool invests in equity securities, its value is affected by stock prices, which can rise and fall in a short period of time. The risks of investing in the Pool include:

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- counterparty risk
- credit risk
- cybersecurity risk
- derivative risk
- ETF general risks
- ETF index risks
- ETF industry sector risk
- foreign currency risk
- foreign market risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- substantial securityholder risk*
- underlying fund risk

* As of June 15, 2018, four securityholders held 24.35%, 23.13%, 14.02% and 10.83% of the Pool, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Pool?

Consider this Pool if:

- you want the income potential of foreign fixed income securities
- you're investing for the medium term
- you tolerate low to medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Pool's risk rating, please see Specific Information about each of the Pools Described in this Document – Investment Risk Classification Methodology and Who Should Invest in this Pool.

Distribution policy

The current policy of the Pool is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Pool also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Pool expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Pool (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	**1 year**	**3 years**	**5 years**	**10 years**
Wrap Series	13.05	41.15	72.13	164.19
Embedded Series	36.76	115.88	203.11	462.33

HARMONY MONEY MARKET POOL

Pool details

Type of pool	Canadian money market pool	
Date started	Embedded Series:	December 20, 2002
	Series F:	August 11, 2008
	Wrap Series:	January 26, 2000
Legal structure	Trust Pool	
Securities offered	Units of a mutual fund trust Embedded Series Series F Wrap Series	
Registered plan eligibility	Yes	
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)	

What does the Pool invest in?

Investment objectives

The Pool's objective is to provide maximum income, while preserving capital and liquidity. It invests primarily in Canadian money market instruments, such as Canadian treasury bills, and other high quality short-term money market instruments.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose.

Investment strategies

AGF Investments Inc. invests in high quality, short-term money market instruments, such as Government of Canada and provincial treasury bills and commercial paper issued by federally guaranteed crown corporations. The weighted average term to maturity of the Pool's investments is restricted in law to 90 calendar days or less.

Securities lending transactions may be used in conjunction with the Pool's other investment strategies in a manner considered most appropriate to achieve the Pool's investment objectives and to enhance the Pool's return.

The Pool may enter into repurchase agreements and reverse repurchase agreements. You'll find more information about repurchase agreements, reverse repurchase agreements and securities lending under Specific Information About Each of the Pools and Portfolios Described in this Document.

AGF aims to maintain a constant unit price of $10.00.

What are the risks of investing in the Pool?

Because this Pool invests in money market instruments, the income it earns varies with short-term interest rates. There's no guarantee that the unit price of the Pool will always be $10.00. The risks of investing in the Pool include:

- changes in legislation risk
- credit risk
- cybersecurity risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- substantial securityholder risk*

* As of June 15, 2018, one securityholder held 16.39% of the Pool.

You will find details about each of these risks starting on page 5.

Who should invest in this Pool?

Consider this Pool if you want the low risk associated with money market instruments.

For a description of how we determined the Pool's risk rating, please see Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology and Who Should Invest in this Pool/Portfolio.

Distribution policy

The Pool credits net income daily to securityholders' accounts and reinvests the distribution monthly. The Pool makes distributions of net realized capital gains, if any, each year in December and such distribution is automatically reinvested annually.

For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Pool expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Pool (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	7.31	23.05	40.40	91.95
Embedded Series	7.28	22.96	40.24	91.59

HARMONY OVERSEAS EQUITY POOL

Pool details

Type of pool	International equity pool	
Date started	Embedded Series:	December 20, 2002
	Series F:	August 11, 2008
	Series T:	August 11, 2008
	Series V:	August 11, 2008
	Wrap Series:	December 10, 1996
Legal structure	Trust Pool	
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio managers	Barrow, Hanley, Mewhinney & Strauss, LLC (Dallas, Texas) AGF Investments Inc. (Toronto, Ontario)	

What does the Pool invest in?

Investment objectives

The Pool's objective is to provide long-term capital growth. It invests primarily in marketable equity securities of issuers outside of Canada and the U.S. that are listed on major stock exchanges or traded in major over-the-counter markets.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose.

Investment strategies

The Pool is managed by two portfolio managers with complementary investment styles. The portion of the Pool's assets managed by each portfolio manager can vary. The allocations to the portfolio managers may be rebalanced at any time, as AGF deems appropriate.

The international value equity investment process of Barrow, Hanley, Mewhinney & Strauss, LLC ("BHMS") employs both quantitative and qualitative, fundamental securities analyses to ensure a strict adherence to their value discipline.

Initially, a broad universe of non-U.S. stocks is considered, with emphasis on those companies with market capitalizations above $1 billion and sufficient levels of liquidity. These stocks are ranked using a quantitative screen that identifies those companies with an attractive combination of traditional value characteristics and improving operating fundamentals which will inevitably support positive changes in future valuation. The stocks that receive the highest ranking by this multi-factor model are then placed on BHMS's Non-U.S. Security Guidance List for further bottom-up, fundamental securities analysis and potential inclusion in the international portfolio.

The qualitative, fundamental equity research process at BHMS is conducted by a team of analysts according to their respective global sector coverage assignments. The focus is primarily on fundamental securities analysis, valuations, and prospects for a return to fair valuation.

After conferring with the research group, the portfolio managers determine, on a stock-by-stock basis, which securities to include in the portfolio. The portfolio typically consists of 50 to 70 securities.

AGF Investments Inc. ("AGF") intends to invest primarily in issuers located in emerging markets, as defined by the Morgan Stanley Capital International (MSCI) Emerging Markets Total Return Index, as well as issuers located in Hong Kong and Singapore.

AGF uses a bottom-up stock selection process favouring companies that are trading at a significant discount to what is believed to be their underlying cash earnings potential. These companies can generate positive and sustainable earnings growth, thus enabling them to achieve economic profits over time (return in excess of cost of capital). When evaluating companies, the focus is based on:

• strong franchise
• above average cash generation
• positive earnings / earnings sustainability
• ability or prospective ability to pay dividends

This disciplined approach also ensures broad diversification across countries and sectors.

As a portfolio manager in respect of the Pool, AGF uses a tactical managed volatility approach to make opportunistic shifts based on a number of quantitative and qualitative signals. This tactical overlay attempts to provide a defensive position for the Pool during times of heightened market volatility using short term sentiment indicators in a systematic fashion. In pursuit of this strategy, AGF will invest a portion of the Pool's assets in exchange traded funds that are IPUs. The Pool may invest in IPUs that invest in securities, trade on a Canadian or U.S. stock exchange, or such other stock exchanges as may be approved from time to time by Canadian securities regulators and either (i) invest in securities that are included in one or more indices in substantially the same proportion as those securities are reflected in a referenced index or indices, or (ii) invest in a manner that substantially replicates the performance of such a referenced index or indices.

In selecting IPUs, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated.

The Pool may use options, forward contracts and other permitted derivatives as long as the use of these derivatives is consistent with the Pool's objectives and is permitted in law. It may use derivatives in the following ways:

- to hedge against declines in security prices, financial markets, exchange rates and interest rates
- to gain exposure to securities, financial markets and foreign currencies. This can be less expensive and more flexible than investing directly in the underlying assets
- to profit from declines in financial markets

When the Pool uses derivatives for purposes other than hedging, to fully cover its obligations, the Pool holds cover in the form of cash, an investment in, or a right or obligation to acquire, the underlying interest, as permitted under securities laws for such derivative.

While the Pool may in its discretion use derivatives, it is not required to do so as an investment strategy.

Securities lending transactions may be used in conjunction with the Pool's other investment strategies in a manner considered most appropriate to achieve the Pool's investment objectives and to enhance the Pool's return.

The Pool may enter into repurchase agreements and reverse repurchase agreements.

The Pool may invest in securities of another mutual fund, including other mutual funds managed by AGF or its affiliates, so long as the investment is in accordance with securities law and the Pool's own portfolio restrictions. It may also invest in cash or cash equivalents.

You'll find more information about derivatives, repurchase agreements, reverse repurchase agreements, securities lending and investing in other mutual funds under Specific Information About Each of the Pools and Portfolios Described in this Document.

The Pool has obtained exemptive relief from the Canadian securities regulatory authorities so that it may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Pool will only invest, directly or indirectly, in gold or silver in a manner which is consistent with the Pool's investment objectives.

The Pool has also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Pool will only invest in such ETFs which are consistent with the Pool's investment objectives.

The Pool may choose to invest in other ETFs in a manner consistent with the Pool's investment objectives and permitted by law.

The Pool may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

What are the risks of investing in the Pool?

Because this Pool invests in equity securities, its value is affected by stock prices, which can rise and fall in a short period of time. The risks of investing in the Pool include:

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF industry sector risks
- ETF index risk
- foreign currency risk
- foreign market risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- substantial securityholder risk*
- underlying fund risk

* As of June 15, 2018, two securityholders held 24.71% and 20.25% of the Pool, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Pool?

Consider this Pool if:

- you want, and you have a tolerance for volatility consistent with, the growth potential and diversification of foreign equity securities of countries outside Canada and the United States
- you're investing for the longer term
- you tolerate medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Pool's risk rating, please see Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology and Who Should Invest in this Pool/Portfolio.

Distribution policy

The current policy of the Pool is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Pool also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Pool expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Pool (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	10.45	32.96	57.76	131.49
Embedded Series	37.04	116.77	204.68	465.91

HARMONY U.S. EQUITY POOL

Pool details

Type of pool	U.S. equity pool	
Date started	Embedded Series:	December 20, 2002
	Series F:	August 11, 2008
	Series T:	August 11, 2008
	Series V:	August 11, 2008
	Wrap Series:	March 11, 1998
Legal structure	Trust Pool	
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio managers	Eagle Boston Investment Management, Inc. (St. Petersburg, Florida) AGF Investments Inc. (Toronto, Ontario) C.S. McKee, L.P. (Pittsburgh, Pennsylvania)	

What does the Pool invest in?

Investment objectives

The Pool's objective is to provide long-term capital growth through active stock selection. It invests primarily in marketable equity securities of U.S. companies listed on U.S. stock exchanges or traded in U.S. over-the-counter markets.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose.

Investment strategies

The Pool is managed by three portfolio managers with complementary investment styles. The portion of the Pool's assets managed by each portfolio manager can vary. The allocations to the portfolio managers may be rebalanced at any time, as AGF deems appropriate.

Eagle Boston Investment Management, Inc. ("Eagle Boston") classifies the investment process as bottom-up, fundamental research-driven. Fundamental research on a company's prospects, which may include qualitative and quantitative analyses of a company's background, its growth prospects, its valuation, and other factors are internally generated. Fundamental analysis is the key focus of Eagle Boston's investment research and decision-making process.

Eagle Boston considers the product valuation sensitive in that it seeks to buy assets at discounts to their long-term value and seeks to buy growth in earnings or cash flow at a reasonable price. Eagle Boston buys stocks when the fundamentals have the potential to dramatically improve over the projected 24-36 month period. Eagle Boston believes in mean reversion in the rates of growth and profitability of businesses.

Eagle Boston is trying to capitalize on the opportunity for long-term, above-average returns created by a market environment that is overly focused on short-term results. Eagle Boston believes this short-term focus results in pricing and valuation inefficiencies that can be exploited over time in a manner that yields above-average, risk-adjusted returns.

AGF Investments Inc. follows a bottom-up growth investment style. It uses fundamental analysis to evaluate a company's growth potential, financial condition and management. As part of this evaluation, the portfolio manager looks for companies that have above-average earnings and/or revenue growth, display key growth characteristics relative to their own history, industry or overall market, and can sustain their competitive position.

As a portfolio manager in respect of the Pool, AGF uses a tactical managed volatility approach to make opportunistic shifts based on a number of quantitative and qualitative signals. This tactical overlay attempts to provide a defensive position for the Pool during times of heightened market volatility using short term sentiment indicators in a systematic fashion. In pursuit of this strategy, AGF will invest a portion of the Pool's assets in exchange traded funds that are IPUs. The Pool may invest in IPUs that invest in securities, trade on a Canadian or U.S. stock exchange, or such other stock exchanges as may be approved from time to time by Canadian securities regulators and either (i) invest in securities that are included in one or more indices in substantially the same proportion as those securities are reflected in a referenced index or indices, or (ii) invest in a manner that substantially replicates the performance of such a referenced index or indices.

In selecting IPUs, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated.

Through a combination of three proprietary quantitative models and a detailed qualitative security analysis process, C.S. McKee, L.P. ("C.S. McKee") attempts to build a diversified portfolio of statistically undervalued stocks having favourable earnings dynamics.

The quantitative process narrows the initial universe down from approximately 1000 stocks to approximately 300 "buy eligible" candidates for possible inclusion in the portfolio. The three proprietary models incorporated in this process include relative value metrics, absolute value metrics, comparing Enterprise Value to EBITDA, price momentum, earnings momentum and an internally developed risk assessment model.

The C.S. McKee investment team uses the output from these models as the starting point to formulating an investment thesis around why a particular stock would warrant inclusion in the portfolio.

Upon completion of a detailed qualitative analysis package, the candidate stock is presented to the full investment team where its merits are scrutinized and debated before an official vote is taken. A "plus-two" super-majority of the voting members is required for a stock to be included in the portfolio.

The stock is continually evaluated for appropriateness to the portfolio. Should the stock appreciate, or the fundamentals deteriorate, to the point where it begins to rank in the bottom 30% of C.S. McKee's fundamental model, it will automatically be sold.

The Pool may use options, forward contracts and other permitted derivatives as long as the use of these derivatives is consistent with the Pool's objectives and is permitted in law. It may use derivatives in the following ways:

- to hedge against declines in security prices, financial markets, exchange rates and interest rates
- to gain exposure to securities, financial markets and foreign currencies. This can be less expensive and more flexible than investing directly in the underlying assets
- to profit from declines in financial markets

When the Pool uses derivatives for purposes other than hedging, to fully cover its obligations, the Pool holds cover in the form of cash, an investment in, or a right or obligation to acquire, the underlying interest, as permitted under securities laws for such derivative.

While the Pool may in its discretion use derivatives, it is not required to do so as an investment strategy.

Securities lending transactions may be used in conjunction with the Pool's other investment strategies in a manner considered most appropriate to achieve the Pool's investment objectives and to enhance the Pool's return.

The Pool may enter into repurchase agreements and reverse repurchase agreements.

The Pool may invest in securities of another mutual fund, including other mutual funds managed by AGF or its affiliates, so long as the investment is in accordance with securities law and the Pool's own portfolio restrictions. It may also invest in cash or cash equivalents.

You'll find more information about derivatives, repurchase agreements, reverse repurchase agreements, securities lending and investing in other mutual funds under Specific Information About Each of the Pools and Portfolios Described in this Document.

The Pool has obtained exemptive relief from the Canadian securities regulatory authorities so that it may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Pool will only invest, directly or indirectly, in gold or silver in a manner which is consistent with the Pool's investment objectives.

The Pool has also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Pool will only invest in such ETFs which are consistent with the Pool's investment objectives.

The Pool may choose to invest in other ETFs in a manner consistent with the Pool's investment objectives and permitted by law.

The Pool may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

What are the risks of investing in the Pool?

Because this Pool invests in equity securities, its value is affected by stock prices, which can rise and fall in a short period of time. The risks of investing in the Pool include:

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- equity risk
- ETF general risks
- ETF industry sector risks
- ETF index risk
- foreign currency risk
- foreign market risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk*
- underlying fund risk

* As of June 15, 2018, two securityholders held 24.71% and 20.25% of the Pool, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Pool?

Consider this Pool if:

- you want, and you have a tolerance for volatility consistent with, the growth potential of equity securities of U.S. companies
- you're investing for the longer term
- you tolerate medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Pool's risk rating, please see Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology and Who Should Invest in this Pool/Portfolio.

Distribution policy

The current policy of the Pool is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Pool also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Pool expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Pool (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	**1 year**	**3 years**	**5 years**	**10 years**
Wrap Series	6.50	20.48	35.89	81.70
Embedded Series	34.71	109.41	191.77	436.53

HARMONY BALANCED GROWTH PORTFOLIO

Portfolio details

Type of portfolio	Strategic asset allocation portfolio	
Date started	Embedded Series:	June 5, 2007
	Series F:	August 11, 2008
	Series T:	August 11, 2008
	Series V:	August 11, 2008
	Wrap Series:	June 5, 2007
Legal structure	Trust Portfolio	
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)	

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide long-term growth combined with income. It invests in a diversified mix of Canadian and foreign equity and fixed income Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that

seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific Risks of the Pools and Portfolios* under *What are the Risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk
- underlying fund risk

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, growth potential of equities combined with fixed income
- you tolerate low to medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Distribution policy

The current policy of the Portfolio is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Portfolio also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	5.76	18.16	31.82	72.44
Embedded Series	31.07	97.95	171.68	390.79
Series T	31.33	98.78	173.14	394.11
Series V	31.74	100.05	175.37	399.19

HARMONY BALANCED GROWTH PORTFOLIO CLASS

Portfolio details

Type of portfolio	Strategic asset allocation portfolio
Date started	Embedded Series: August 11, 2008 Series F: August 11, 2008 Series T: August 11, 2008 Series V: August 11, 2008 Wrap Series: August 11, 2008
Legal structure	Corporate Class Portfolio of Harmony Tax Advantage Group
Securities offered	Shares of a mutual fund corporation Embedded Series Series F Series T Series V Wrap Series
Registered plan eligibility	Yes
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide long-term growth combined with income. It obtains exposure primarily to a diversified mix of Canadian and foreign equity and fixed income through investments in, or exposure to, the securities of one or more Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- class risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk
- tax and corporate law risk of returns of capital
- underlying fund risk

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, growth potential of equities combined with fixed income
- you tolerate low to medium risk
- with respect to Series T and Series V securities, you are willing to receive monthly distributions of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Dividend policy

The Portfolio has no policy to pay regular dividends to its securityholders. The Board determines when and if a dividend is paid based upon the recommendation of AGF. The Portfolio may pay ordinary dividends or capital gains dividends. Dividends on Series T and Series V securities are always reinvested. Dividends on securities of other series of the Portfolio held in AGF registered plans are always reinvested unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Dividends on securities of other series held in other registered plans or non-registered accounts are reinvested unless you tell us that you want cash payments instead. For general information about AGF's dividend policy, see *Specific information about each of the Pools and Portfolios described in this document – Dividend Policy and Distribution Policy – Corporate Class Portfolios.* For information about how dividends can affect your taxes, see *Income tax considerations for investors*.

Distribution policy

The Portfolio has a policy to make to holders of Series T and Series V securities monthly distributions of a return of capital as long as there is sufficient capital attributable to the relevant series. AGF determines, from time to time, the rate at which distributions will be made. The rate for Series T securities will generally be higher than the rate for Series V securities. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead.

Distributions on Series T and Series V securities are not guaranteed to occur on a specific date and the Portfolio is not responsible for any fees or charges incurred by you because the Portfolio did not make a distribution on a particular day.

For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Dividend Policy and Distribution Policy – Corporate Class Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	5.79	18.25	31.99	72.81
Embedded Series	31.12	98.10	171.95	391.40
Series T	31.09	98.00	171.77	390.99
Series V	31.94	100.68	176.48	401.71

HARMONY BALANCED PORTFOLIO

Portfolio details

Type of portfolio	Strategic asset allocation portfolio
Date started	Embedded Series: January 5, 2004 Series F: August 11, 2008 Series T: August 11, 2008 Series V: August 11, 2008 Wrap Series: January 5, 2004
Legal structure	Trust Portfolio
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series
Registered plan eligibility	Yes
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide moderate growth combined with income. It invests in a diversified mix of equity and income Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that

seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk
- underlying fund risk

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, moderate growth combined with fixed income
- you tolerate low to medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Distribution policy

The current policy of the Portfolio is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Portfolio also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	4.61	14.53	25.47	57.98
Embedded Series	28.58	90.09	157.90	359.43

HARMONY CONSERVATIVE PORTFOLIO

Portfolio details

Type of portfolio	Strategic asset allocation portfolio
Date started	Embedded Series: January 5, 2004 Series F: August 11, 2008 Series T: August 11, 2008 Series V: August 11, 2008 Wrap Series: January 5, 2004
Legal structure	Trust Portfolio
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series
Registered plan eligibility	Yes
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide moderate growth combined with income. It invests in a diversified mix of equity and income Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that

seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk
- underlying fund risk

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, conservative growth potential of equities combined with fixed income
- you tolerate low risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Distribution policy

The current policy of the Portfolio is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Portfolio also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	4.34	13.67	23.96	54.55
Embedded Series	27.52	86.77	152.08	346.18

HARMONY GROWTH PLUS PORTFOLIO

Portfolio details

Type of portfolio	Strategic asset allocation portfolio	
Date started	Embedded Series:	January 5, 2004
	Series F:	August 11, 2008
	Series T:	August 11, 2008
	Series V:	August 11, 2008
	Wrap Series:	January 5, 2004
Legal structure	Trust Portfolio	
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)	

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide long-term growth. It invests in a diversified mix of Canadian equity and foreign equity Underlying Pools with only a small percentage in income Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver

or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk
- underlying fund risk

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, the growth potential of equities combined with fixed income
- you're investing for the longer term
- you tolerate medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Distribution policy

The current policy of the Portfolio is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Portfolio also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	**1 year**	**3 years**	**5 years**	**10 years**
Wrap Series	8.34	26.30	46.10	104.93
Embedded Series	33.64	106.05	185.88	423.12

HARMONY GROWTH PLUS PORTFOLIO CLASS

Portfolio details

Type of portfolio	Strategic asset allocation portfolio	
Date started	Embedded Series: Series F: Series T: Series V: Wrap Series:	August 11, 2008 August 11, 2008 August 11, 2008 August 11, 2008 August 11, 2008
Legal structure	Corporate Class Portfolio of Harmony Tax Advantage Group	
Securities offered	Shares of a mutual fund corporation Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)	

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide long-term growth. It obtains exposure primarily to a diversified mix of Canadian equity and foreign equity with only a small percentage in income through investments in, or exposure to, the securities of one or more Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- class risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk*
- tax and corporate law risk of returns of capital
- underlying fund risk

* As of June 15, 2018, four securityholders held 20.08%, 14.07%, 13.44% and 11.67% of the Portfolio, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, the growth potential of equities combined with fixed income
- you're investing for the longer term
- you tolerate medium risk
- with respect to Series T and Series V securities, you are willing to receive monthly distributions of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document –*

Investment Risk Classification Methodology and *Who Should Invest in this Pool/Portfolio.*

Dividend policy

The Portfolio has no policy to pay regular dividends to its securityholders. The Board determines when and if a dividend is paid based upon the recommendation of AGF. The Portfolio may pay ordinary dividends or capital gains dividends. Dividends on Series T and Series V securities are always reinvested. Dividends on securities of other series of the Portfolio held in AGF registered plans are always reinvested unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Dividends on securities of other series held in other registered plans or non-registered accounts are reinvested unless you tell us that you want cash payments instead. For general information about AGF's dividend policy, see *Specific information about each of the Pools and Portfolios described in this document – Dividend Policy and Distribution Policy – Corporate Class Portfolios.* For information about how dividends can affect your taxes, see *Income tax considerations for investors*.

Distribution policy

The Portfolio has a policy to make to holders of Series T and Series V securities monthly distributions of a return of capital as long as there is sufficient capital attributable to the relevant series. AGF determines, from time to time, the rate at which distributions will be made. The rate for Series T securities will generally be higher than the rate for Series V securities. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead.

Distributions on Series T and Series V securities are not guaranteed to occur on a specific date and the Portfolio is not responsible for any fees or charges incurred by you because the Portfolio did not make a distribution on a particular day.

For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Dividend Policy and Distribution Policy – Corporate Class Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	20.90	65.89	115.49	262.90
Embedded Series	39.04	123.06	215.70	490.99

HARMONY GROWTH PORTFOLIO

Portfolio details

Type of portfolio	Strategic asset allocation portfolio
Date started	Embedded Series: January 5, 2004 Series F: August 11, 2008 Series T: August 11, 2008 Series V: August 11, 2008 Wrap Series: January 5, 2004
Legal structure	Trust Portfolio
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series
Registered plan eligibility	Yes
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide long-term growth. It invests in a diversified mix of Canadian equity and foreign equity Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that

seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index (“Index ETFs”). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk
- underlying fund risk

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, the growth potential of equities combined with fixed income
- you’re investing for the longer term
- you tolerate low to medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Portfolio’s risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Distribution policy

The current policy of the Portfolio is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Portfolio also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	5.77	18.19	31.88	72.57
Embedded Series	30.77	97.01	170.04	387.06
Series T	31.27	98.58	172.79	393.31
Series V	31.66	99.80	174.92	398.17

HARMONY GROWTH PORTFOLIO CLASS

Portfolio details

Type of portfolio	Strategic asset allocation portfolio
Date started	Embedded Series: August 11, 2008 Series F: August 11, 2008 Series T: August 11, 2008 Series V: August 11, 2008 Wrap Series: August 11, 2008
Legal structure	Corporate Class Portfolio of Harmony Tax Advantage Group
Securities offered	Shares of a mutual fund corporation Embedded Series Series F Series T Series V Wrap Series
Registered plan eligibility	Yes
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide long-term growth. It obtains exposure primarily to a diversified mix of Canadian equity and foreign equity through investments in, or exposure to, securities of one or more Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver

or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- class risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk*
- tax and corporate law risk of returns of capital
- underlying fund risk

* As of June 15, 2018, three securityholders held 15.49%, 14.77% and 10.62% of the Portfolio, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, the growth potential of equities combined with fixed income
- you're investing for the longer term
- you tolerate low to medium risk
- with respect to Series T and Series V securities, you are willing to receive monthly distributions of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Dividend policy

The Portfolio has no policy to pay regular dividends to its securityholders. The Board determines when and if a dividend is paid based upon the recommendation of AGF. The Portfolio may pay ordinary dividends or capital gains dividends. Dividends on Series T and Series V securities are always reinvested. Dividends on securities of other series of the Portfolio held in AGF registered plans are always reinvested unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Dividends on securities of other series held in other registered plans or non-registered accounts are reinvested unless you tell us that you want cash payments instead. For general information about AGF's dividend policy, see *Specific information about each of the Pools and Portfolios described in this document – Dividend Policy and Distribution Policy – Corporate Class Portfolios.* For information about how dividends can affect your taxes, see *Income tax considerations for investors*.

Distribution policy

The Portfolio has a policy to make to holders of Series T and Series V securities monthly distributions of a return of capital as long as there is sufficient capital attributable to the relevant series. AGF determines, from time to time, the rate at which distributions will be made. The rate for Series T securities will generally be higher than the rate for Series V securities. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead.

Distributions on Series T and Series V securities are not guaranteed to occur on a specific date and the Portfolio is not responsible for any fees or charges incurred by you because the Portfolio did not make a distribution on a particular day.

For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Dividend Policy and Distribution Policy – Corporate Class Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	8.03	25.33	44.40	101.06
Embedded Series	34.37	108.35	189.91	432.29
Series T	35.01	110.35	193.43	440.29
Series V	36.45	114.90	201.39	458.41

HARMONY MAXIMUM GROWTH PORTFOLIO

Portfolio details

Type of portfolio	Strategic asset allocation portfolio
Date started	Embedded Series: January 5, 2004 Series F: August 11, 2008 Series T: August 11, 2008 Series V: August 11, 2008 Wrap Series: January 5, 2004
Legal structure	Trust Portfolio
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series
Registered plan eligibility	Yes
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide long-term growth. It invests in a diversified mix of Canadian equity and foreign equity Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that

seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk
- underlying fund risk

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, the growth potential of equities
- you're investing for the longer term
- you tolerate medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document –*

Investment Risk Classification Methodology and *Who Should Invest in this Pool/Portfolio*.

Distribution policy

The current policy of the Portfolio is to make monthly distributions to Series T and Series V securities at a rate determined by AGF from time to time. The rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Portfolio also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to Series T or Series V in a year exceeds the portion of the net income and net realized capital gains allocated to Series T or Series V, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	10.08	31.79	55.72	126.83
Embedded Series	35.07	110.56	193.79	441.13

HARMONY MAXIMUM GROWTH PORTFOLIO CLASS

Portfolio details

Type of portfolio	Strategic asset allocation portfolio
Date started	Embedded Series: August 11, 2008 Series F: August 11, 2008 Series T: August 11, 2008 Series V: August 11, 2008 Wrap Series: August 11, 2008
Legal structure	Corporate Class Portfolio of Harmony Tax Advantage Group
Securities offered	Shares of a mutual fund corporation Embedded Series Series F Series T Series V Wrap Series
Registered plan eligibility	Yes
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide long-term growth. It obtains exposure primarily to a diversified mix of Canadian equity and foreign equity through investments in, or exposure to, securities of one or more Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver

or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk (Series T and Series V only)
- changes in legislation risk
- class risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk*
- tax and corporate law risk of returns of capital
- underlying fund risk

* As of June 15, 2018, two securityholders held 49.16% and 11.14% of the Portfolio, respectively.

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- you want, and you have a tolerance for volatility consistent with, growth potential of equities
- you're investing for the longer term
- you tolerate medium risk
- with respect to Series T and Series V securities, you are willing to receive monthly distributions of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Dividend policy

The Portfolio has no policy to pay regular dividends to its securityholders. The Board determines when and if a dividend is paid based upon the recommendation of AGF. The Portfolio may pay ordinary dividends or capital gains dividends. Dividends on Series T and Series V securities are always reinvested. Dividends on securities of other series of the Portfolio held in AGF registered plans are always reinvested unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Dividends on securities of other series held in other registered plans or non-registered accounts are reinvested unless you tell us that you want cash payments instead. For general information about AGF's dividend policy, see *Specific information about each of the Pools and Portfolios described in this document – Dividend Policy and Distribution Policy – Corporate Class Portfolios.* For information about how dividends can affect your taxes, see *Income tax considerations for investors*.

Distribution policy

The Portfolio has a policy to make to holders of Series T and Series V securities monthly distributions of a return of capital as long as there is sufficient capital attributable to the relevant series. AGF determines, from time to time, the rate at which distributions will be made. The rate for Series T securities will generally be higher than the rate for Series V securities. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead.

Distributions on Series T and Series V securities are not guaranteed to occur on a specific date and the Portfolio is not responsible for any fees or charges incurred by you because the Portfolio did not make a distribution on a particular day.

For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Dividend Policy and Distribution Policy – Corporate Class Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	19.97	62.96	110.36	251.21
Embedded Series	46.99	148.15	259.68	591.10

HARMONY YIELD PORTFOLIO

Portfolio details

Type of portfolio	Strategic asset allocation portfolio	
Date started	Embedded Series:	January 14, 2005
	Series F:	August 11, 2008
	Series T:	November 24, 2006
	Series V:	August 11, 2008
	Wrap Series:	January 14, 2005
Legal structure	Trust Portfolio	
Securities offered	Units of a mutual fund trust Embedded Series Series F Series T Series V Wrap Series	
Registered plan eligibility	Yes	
Portfolio manager	AGF Investments Inc. (Toronto, Ontario)	

What does the Portfolio invest in?

Investment objectives

The Portfolio's objective is to provide moderate growth combined with income. It invests in a diversified mix of equity and income Underlying Pools.

Any change to the investment objectives must be approved by a majority of votes cast at a meeting of securityholders called for that purpose. You generally won't have ownership or other rights on securities of the Underlying Pools. However, if securityholders of the Underlying Pools are asked to vote on an issue, securityholders of the Portfolio can direct AGF how to vote the Portfolio's holdings in the Underlying Pools.

Investment strategies

In selecting Underlying Pools, the portfolio manager considers the advice and recommendations of Wilshire Associates Incorporated. Consistent with the investment objective of the Portfolio, the portfolio manager attempts to achieve a yield greater than the Government of Canada 10-year bond yield. The Portfolio may invest in any of the following Underlying Pools:

Underlying Pools – Wrap Series
Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

The net asset value of each of the Underlying Pools will change from time to time. The Portfolio's investment in an Underlying Pool will be rebalanced to the target weighting specified, which will generally be quarterly, or as AGF deems appropriate.

The Portfolio may hold a portion of its assets in cash or money market instruments during periods of market downturn or for other reasons.

Securities lending transactions may be used by one or more of the Underlying Pools in conjunction with the Underlying Pools' other investment strategies in a manner considered most appropriate to achieve the Underlying Pools' investment objectives and to enhance the Underlying Pools' returns. You'll find more information about securities lending and the strategies used by the Underlying Pools under What is a mutual fund and what are the risks of investing in a mutual fund? and Specific information about each of the pools and portfolios described in this document.

The Portfolio and the Underlying Pools have obtained exemptive relief from the Canadian securities regulatory authorities so that each may purchase (i) up to 10% of its net asset value, taken at market value at the time of purchase, in gold, gold certificates, silver, silver certificates, derivatives (the underlying interest of which is gold and/or silver), and certain gold or silver exchange traded funds ("Gold/Silver ETFs") that seek to replicate the performance of gold or silver or the value of a specified derivative (the underlying interest of which is gold or silver), and (ii) up to 10% of its net asset value in aggregate, taken at market value at the time of purchase, in Gold/Silver ETFs and certain exchange traded funds that seek to replicate the performance of an index or industry sector index ("Index ETFs"). Gold/Silver ETFs may utilize leverage in an attempt to magnify returns by a multiple of 200%. Index ETFs may utilize leverage in an attempt to magnify returns by either a multiple of 200% or an inverse multiple of 200%. Investments in exchange traded funds entail certain risks including commodity risk in relation to the Gold/Silver ETFs and derivatives risk if the exchange-traded fund uses derivatives. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest, directly or indirectly, in gold or silver in a manner which is consistent with their respective investment objectives.

The Portfolio and the Underlying Pools have also obtained exemptive relief from the Canadian securities regulatory authorities so that it may (i) subject to (iii), invest up to 30% of its net asset value in Underlying Non-IPU ETFs (other than Canadian Related Underlying Non-IPU ETFs), (ii) invest up to 100% of its net asset value in Canadian Related Underlying Non-IPU ETFs, (iii) invest up to 10% of its net asset value in U.S. Underlying Non-IPU ETFs (including U.S. Related Underlying Non-IPU ETFs) and (iv) pay brokerage commissions in relation to the purchase and sale of such Underlying Non-IPU ETFs on a recognized exchange, subject to certain restrictions. Notwithstanding the exemptive relief, the Portfolio and Underlying Pools will only invest in such ETFs which are consistent with their respective investment objectives.

The Portfolio and the Underlying Pools may choose to invest in other ETFs in a manner consistent with their respective investment objectives and permitted by law.

Please refer to each of the Underlying Pools for more information.

What are the risks of investing in the Portfolio?

In addition to the risks of investing in the Portfolio directly, the Portfolio indirectly has the same risks in proportion to its investment in the Underlying Pools. The direct and indirect risks of this Portfolio are as follows. For an explanation of each risk, see *Specific risks of the Pools and Portfolios* under *What are the risks?*

- capital erosion risk
- changes in legislation risk
- commodity risk
- concentration risk
- counterparty risk
- credit risk
- cybersecurity risk
- depositary securities and receipts risk
- derivative risk
- emerging markets risk
- equity risk
- ETF general risks
- ETF index risks
- ETF industry sector risks
- foreign currency risk
- foreign market risk
- gold and silver ETFs risk
- interest rate risk
- liquidity risk
- repurchase agreement risk
- reverse repurchase agreement risk
- securities lending risk
- small company risk
- substantial securityholder risk
- underlying fund risk

You will find details about each of these risks starting on page 5.

Who should invest in this Portfolio?

Consider this Portfolio if:

- You are an income-oriented investor who has a medium investment time horizon
- you require regular monthly cash flow
- you tolerate low to medium risk
- with respect to Series T and Series V securities, you prefer regular monthly cash flows that may include a return of capital

For a description of how we determined the Portfolio's risk rating, please see *Specific Information about each of the Pools and Portfolios Described in this Document – Investment Risk Classification Methodology* and *Who Should Invest in this Pool/Portfolio*.

Distribution policy

AGF determines the rate from time to time at which monthly distributions in each month, including the month of December, to a series of the Portfolio will be made, which rate will not be the same for all series, and which rate may be determined to be zero. In particular, the rate for Series T securities will generally be higher than the rate for Series V securities and the rate for Series V securities may be higher than the rate for all other existing series. The targeted annual rate for Series T is 8%, and the targeted annual rate for Series V is 5%. AGF may change these targeted annual rates at any time. Distributions on securities held in AGF registered plans are always reinvested, unless, with respect to TFSAs and Group TFSAs, you tell us you want cash payments instead. Distributions on securities held in other registered plans or non-registered accounts are reinvested, unless you tell us that you want cash payments instead. Series T and Series V will receive a distribution in December at the monthly rate applicable for such series. The Portfolio also makes a distribution in December each year to all investors of any net income and any net realized capital gains, if any, after giving effect to monthly distributions. In the case of all series, other than Series T and Series V, the December distribution will be an amount equal to the greater of i) the distribution at the monthly rate applicable for such series or ii) their respective shares of the net income and net capital gains in excess of the amount previously distributed to them as monthly distributions. If the share of Series T or Series V of net income and net realized capital gains is higher than the total distributions made during the year at the monthly rate to such series, Series T and Series V will receive a second distribution in December in the amount of such excess that is automatically reinvested. If the aggregate amount of the monthly distributions made to a series in a year exceeds the portion of the net income and net realized capital gains allocated to that series, the excess will constitute a return of capital. Due to the higher rate of Series T and Series V, Series T and Series V securityholders will receive a higher amount by way of return of capital. For general information about AGF's distribution policy, see *Specific information about each of the Pools and Portfolios described in this document – Distribution Policy - Trust Pools and Trust Portfolios.* For information about how distributions can affect your taxes, see *Income tax considerations for investors*.

Portfolio expenses indirectly borne by investors

This example shows how much investors would pay in fees and expenses on a $1,000 investment with a 5% annual return and assuming reinvestment of the 5% return. These numbers only reflect the fees and expenses paid by the Portfolio (i.e. the maximum service fees paid directly by investors are not included).

Fees and expenses payable over ($)	1 year	3 years	5 years	10 years
Wrap Series	5.82	18.34	32.14	73.17
Embedded Series	29.82	94.01	164.78	375.08
Series F	17.67	55.72	97.66	222.30
Series T	29.87	94.17	165.06	375.73
Series V	31.69	99.90	175.10	398.57

[Back Cover]

SIMPLIFIED PROSPECTUS OF HARMONY POOLS AND PORTFOLIOS

Harmony Canadian Equity Pool
Harmony Canadian Fixed Income Pool
Harmony Diversified Income Pool
Harmony Global Fixed Income Pool
Harmony Money Market Pool
Harmony Overseas Equity Pool
Harmony U.S. Equity Pool

(the “**Pools**”)

Harmony Balanced Growth Portfolio
Harmony Balanced Growth Portfolio Class*
Harmony Balanced Portfolio
Harmony Conservative Portfolio
Harmony Growth Plus Portfolio
Harmony Growth Plus Portfolio Class*
Harmony Growth Portfolio
Harmony Growth Portfolio Class*
Harmony Maximum Growth Portfolio
Harmony Maximum Growth Portfolio Class*
Harmony Yield Portfolio

(the “**Portfolios**”)

* Classes of Harmony Tax Advantage Group Limited.

You can find additional information about each Pool and Portfolio in the annual information form, the most recently filed Fund Facts, the most recently filed annual and interim financial statements, and the most recently filed annual and interim management report of fund performance. These documents are incorporated by reference into this simplified prospectus. That means they legally form part of this document just as if they were printed in it. You can get a copy of these documents at no charge by contacting your registered representative, by calling our Harmony Client Services team at 1-800-387-2563, by e-mailing us at harmony@agf.com or by writing to us at the address below.

Harmony Client Services
55 Standish Court, Suite 1050
Mississauga, Ontario L5R 0G3

These documents and other information about the Pools and Portfolios are also available at the internet site of SEDAR at www.sedar.com.

Unless otherwise indicated herein, information about the Pools and Portfolios which may otherwise be obtained on the AGF website is not, and shall not be deemed to be, incorporated by reference in this simplified prospectus.