

Fiera Quantum Diversified Alpha Fund



MARCH 2015

Strategy Description

Absolute return, multi-strategy approach, focused on dynamic capital allocation and risk management through diversified North American investments in equity, credit/fixed income, quantitative and short term strategies. The approach optimizes risk adjusted total return while limiting volatility and preserving capital.

Portfolio Manager

Fiera Quantum Limited Partnership

Fund Details

Class	A-I	F-I	F-II
Fund Codes	FQL104	FQL105	FQL106
Management Fee	2.00%	2.00%	1.00%
RSP Eligibility	Yes	Yes	Yes
Trailer Fee	1.00%	n/a	n/a
Assets under management ¹	\$137 M		
Minimum Investment	\$100,000		
Performance Fee	20%		
Hurdle Rate	No		
High Water Mark	Yes		
Trustee	Natcan Trust Company		
Custodian	One or more financial institutions and/or their affiliates in their role as prime broker		
Auditor	Deloitte & Touche LLP		
Liquidity	Monthly 60 day notice required		

¹ Assets Under Management is the sum of all Classes of the Fund as at December 31, 2014

Investment Highlights

- > Diversified, multi-strategy approach focused on dynamic capital allocation and risk management
- > Multiple asset classes with a North American focus
- > Focus on absolute returns with limited monthly volatility
- > Robust risk management through dynamic position limits and static stop losses



Performance net of all fees (Class F-I) (%)

	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Year/YTD
2015	1.80	1.86	-0.31										3.37
2014	-0.88	1.67	0.66	0.34	1.70	1.52	0.89	0.55	0.10	0.27	1.65	-2.39	6.17
2013	1.22	-0.45	-0.17	-1.15	-0.17	-1.88	1.43	-0.87	0.87	1.06	0.41	1.03	1.26
2012	1.98	0.77	0.78	-0.50	-0.89	0.10	1.60	-0.14	0.45	0.03	-0.32	0.27	4.16
2011	2.34	1.58	-0.89	-0.25	0.25	-0.96	0.45	-1.20	-2.13	-0.24	-0.74	-1.28	-3.09
2010	1.67	0.02	1.25	1.34	-1.04	-0.72	0.07	0.01	1.78	1.92	1.63	3.02	11.42
2009	2.92	0.93	4.06	8.50	6.95	0.30	1.37	2.50	2.30	1.08 ²	0.97	2.03	39.27
2008				0.97	3.21	1.74	1.36	0.99	-7.95	-13.16	-7.60	0.36	-19.56

1 Month	3 Months	6 Months	YTD	1 Year	2 Years ³	3 Years ³	5 Years ³	Inception ⁴
-0.31	3.37	2.85	3.37	8.19	5.11	3.78	3.95	4.93

² Commencing October 2009, Class A and Class F were changed to Class A-I and Class F-I in order to have the same management Fee of 2.00%. Prior to October 2009, the Class A had a management Fee of 2.75%.

³ Returns for periods greater than one year are annualized.

⁴ Prior to joining Fiera Quantum Limited Partnership on May 1, 2013, the current management team had been responsible for the management of the Fund at GMP Investment Management L.P. since December 1, 2008.

Growth of \$10,000 (Based on Class F-I)

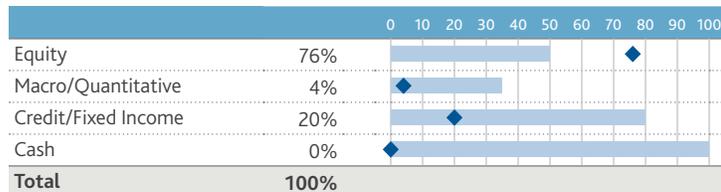


Risk/Return Analysis (Based on Class F-I)

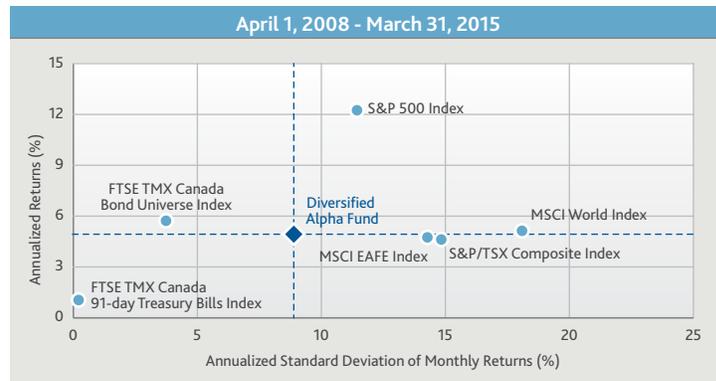
Net annualized return since inception	4.93
Annualized standard deviation	8.90
Annualized Sharpe ratio (1.06%)	0.44
Best monthly return	8.50
Worst monthly return	-13.16
Percentage of months with positive performance	69.05
Worst drawdown	-26.14

Fiera Quantum Diversified Alpha Fund

Diversification



Stronger performance, lower relative volatility



Source: Rimes

Fund Commentary

The Diversified Alpha Fund – Class F-I (“the Fund”) generated a negative return of 0.31% for the month of March, net of fees and expenses. As a result, the Fund’s return since inception is 40.01% and 3.37% YTD.

The month was a rollercoaster ride for equities. Initially selling off from their late-February highs, they recovered following the Fed’s comments on March 18, which were in line with expectations, and sold off once more by month-end. Overall, the S&P 500 fell 1.58%, the TSX Composite dropped 1.88% and the NASDAQ ended down 1.16%. Our diversified portfolio of equity strategies was positive for the month, led by our market neutral strategy. We believe that months such as last month support our multi-strategy approach to equity investing.

Oil prices also fell during March. WTI and Brent Crude closed 4.34% and 11.94% lower respectively. Oil prices have since recovered and look to be settling at a base that should be positive for the global economy generally and Canada in particular.

Global stability concerns continue to make the news, with the US-Iranian nuclear talks and escalating conflict in Yemen dominating headlines through the month. We are closely watching these developments but have yet to observe a direct effect on global markets or investor sentiment.

The performance of our other strategies was mixed for the month. Our quantitative and macro strategies were up marginally and credit strategies were down. Losses in our credit portfolio were the result of negative news regarding a few individual names and mild general weakness in credit markets. Overall, we still see greater alpha generation opportunities in equity markets than in credit markets.

We believe the first quarter of 2015 to be indicative of the markets going forward. As US rates begin to rise, volatility will rise as well. Looking forward, we continue to believe that our low-risk multi-disciplinary approach will serve investors who value capital preservation.

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