

# Scotia Diversified Monthly Income Fund - Series A

Canadian Neutral Balanced

## Investment Objective

The fund's objective is to provide regular monthly income and some capital appreciation. It invests primarily in a diversified portfolio of income generating securities such as: dividend paying common shares, preferred shares, investment grade bonds, convertible debentures, mortgages, high yield bonds, asset-backed and mortgage-backed securities, income trust units.

## Reasons for Investing

- A monthly stream of cash flow to supplement current income needs and the potential for some capital appreciation.
- Typically uses three primary sources of income to generate cash flow: Canadian bonds, mortgages and conservative higher dividend-paying equities.
- Balancing exposure to two main asset classes reduces overall volatility, making it suitable for a conservative investor seeking measured stock and bond exposure.

## Risk Rating



Time Horizon — Medium-Long

## FUND ESSENTIALS

Inception Date .....	June 20, 2005
Total Assets \$mil .....	2,963.87
Min. Initial Inv.(\$) .....	500
Min. Additional Inv.(\$) .....	25
Income Distribution .....	Monthly
Capital Distribution .....	Annually
MER % (as of 6/30/2017) .....	1.47
NAV \$ .....	11.25
Benchmark .....	50% S&P/TSX Composite Index, 50% FTSE TMX Canada Universe Bond Index

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	BNS339
D	No Load	CAD	BNS139
F	No Load	CAD	BNS539
Adv*	Deferred Sales	CAD	BNS939
Adv*	Front End	CAD	BNS739
Adv*	Low Load	CAD	BNS839

\* All advisor series funds are closed to new investment effective June 25, 2015.

## Portfolio Manager(s)

Oscar Belaiche 1832 Asset Management L.P.  
Romas Budd 1832 Asset Management L.P.

Management ..... 1832 Asset Management L.P.

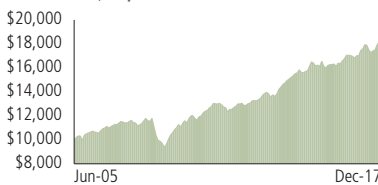
Telephone ..... 1-800-268-9269

Website ..... www.scotiafunds.com

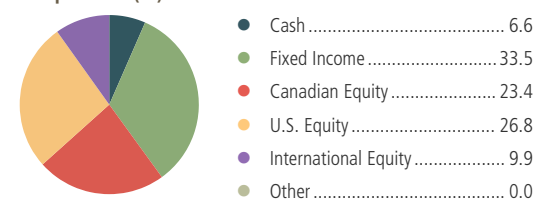
## PERFORMANCE & PORTFOLIO ANALYSIS

Compound returns (%)	1 Mth	3 Mth	6 Mth	1 Yr	2 Yr	3 Yr	5 Yr	10 Yr			
Fund	-0.24	3.63	3.63	6.52	5.50	4.79	6.32	4.74			
Calendar Year Returns (%)	YTD	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Fund	6.52	4.49	3.38	7.73	9.59	5.10	0.26	9.22	17.40	-13.46	2.65
Distributions (\$/unit)	YTD	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.39	0.36	0.57	0.36	0.36	0.36	0.36	0.36	0.36	0.50	0.37
Interest	--	0.03	--	--	0.01	0.04	0.05	0.07	0.11	0.36	0.22
Dividends	--	0.13	0.13	0.16	0.18	0.17	0.16	0.16	0.16	0.14	0.12
Capital Gains	--	0.01	0.43	0.20	--	--	--	--	--	--	0.03
Return of Capital (ROC)	--	0.19	--	--	0.17	0.15	0.15	0.13	0.09	--	--

## Growth of \$10,000



## Composition (%)



## Top 10 Holdings

Scotia Canadian Income Fund	
Scotia Private Canadian Corporate Bond Pool	
Canadian Imperial Bank of Commerce	
BCE Inc.	
Microsoft Corporation	
Bank of Nova Scotia	
Royal Bank of Canada	
TransCanada Corporation	
Canadian Pacific Railway Ltd.	
Fortis Inc.	

## Total

## % Assets

## Geographic Allocation (%)

Canada	60.7
United States of America	29.3
United Kingdom	5.4
Ireland	1.7
Cayman Islands	1.0

## Fixed Income Breakdown (%)

Government Bonds	37.5
Corporate Bonds	43.5
Other Bonds	0.8
Short-term investments (Cash & Other)	16.4
Mortgage Backed Securities	0.1
Asset Backed securities	1.1
REITs	0.5

## Total Portfolio Holdings

Stock Holdings	79
Bond Holdings	125
Other Holdings	6
Total Number of Underlying Holdings	210

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*Canadian Neutral Balanced*

## MANAGER BIO

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**Oscar Belaiche**  
**Manager Since November 1, 2011**  
**1832 Asset Management L.P.**

Oscar is Senior Vice President & Portfolio Manager at 1832 Asset Management L.P. He joined 1832 Asset Management L.P. in 1997 and currently heads Dynamic's awardwinning Equity Income team, managing over \$8.0 billion in assets. Oscar graduated in 1980 with an Honours B.A. in Business Administration from the University of Western Ontario. He has his Chartered Financial Analyst designation and is a Fellow of the Institute of Canadian Bankers.



**Romas Budd**  
**Manager Since November 1, 2011**  
**1832 Asset Management L.P.**

Romas Budd is Vice President & Portfolio Manager at 1832 Asset Management L.P. Romas started in the investment industry in 1984 and has been at 1832 Asset Management L.P. and predecessor companies for the past 20 years. Romas is an Honours graduate of the Bachelor of Science program at McMaster University and obtained a Masters of Business Administration from the University of Toronto.

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Fund prices are provided for information purposes only. All information pertains to Series A units of the fund unless stated otherwise. Units of the fund are only available for sale to residents of Canada, unless the laws of a foreign jurisdiction permit sales to its residents. Please contact your financial advisor for more details. The contents of this document should not be considered an offer to sell to, or a solicitation to buy mutual fund units from, any person in a jurisdiction where such offer or solicitation is considered unlawful.

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1832 Asset Management L.P., as Manager of the ScotiaFunds, may compensate its staff and any appointed sub-distributor by regular payments based on the net asset value (NAV) of units held by investors. For further details, please refer to the Simplified Prospectus.