

## HORIZONS ACTIVE CDN BOND ETF (HAD)

As of April 30, 2013

### ETF Snapshot

<b>Launch Date:</b>	October 10, 2012
<b>CUSIP:</b>	44051N113
<b>Exchange:</b>	Toronto Stock Exchange
<b>Ticker:</b>	HAD
<b>Assets Under Management (4/30/2013):</b>	\$51,750,310 <sup>‡</sup>
<b>Management Fee:</b>	0.42%
<b>Distribution Frequency:</b>	Monthly
<b>Last Distribution Date:</b>	4/26/2013
<b>Most Recent Distribution per Unit:</b>	\$0.0220
<b>Estimated Annualized Yield:<sup>*</sup></b>	2.61 %
<b>Weighted Average Coupon:</b>	3.32 % (5/10/2013)
<b>12-Month Trailing Yield</b>	1.42%
<b>Weighted Average Yield to Maturity</b>	2.40%
<b>Average Duration:</b>	6.780 years
<b>Investment Manager:</b>	Horizons Investment Management Inc.
<b>Sub-Advisor:</b>	Fiera Capital Corporation
<b>RSP and TFSA Eligible</b>	Yes

### Investment Objective

The investment objective of Horizons HAD is to seek long-term returns primarily through maximized interest income and moderate capital appreciation. Horizons HAD invests primarily in a portfolio of high-quality Canadian fixed income securities denominated in Canadian dollars including government and corporate bonds.

### Key Features

To achieve Horizons HAD's investment objectives, the ETF's Sub-Advisor uses research on Canadian economic conditions and their impact on interest rates to select fixed income securities that, based on the Sub-Advisor's view, are believed to offer superior risk adjusted returns relative to passively managed Canadian bond indices. When the Sub-Advisor believes that interest rates will increase, the Sub-Advisor may choose securities with shorter terms and when the Sub-Advisor believes that interest rates will decrease, the Sub-Advisor may choose securities with longer terms.

Horizons HAD will be substantially invested at all times in a portfolio primarily composed of Canadian federal and provincial government bonds, Canadian corporate bonds and municipal bonds. Horizons HAD may also from time-to-time invest in foreign government, foreign government-backed and corporate bonds denominated in Canadian dollars and certain high quality asset-backed securities.

Horizons HAD will not invest in bonds denominated in currencies other than the Canadian Dollar.

Horizons HAD may from time to time also use both long and short futures contracts and forwards to manage its duration objective and hedge any resulting non-Canadian currency exposure to the Canadian Dollar.

### Performance

Mutual fund regulations restrict the presentation of performance figures until a fund reaches its one-year anniversary.

<sup>‡</sup> As of April 30, 2013

<sup>\*</sup> Based on last distribution

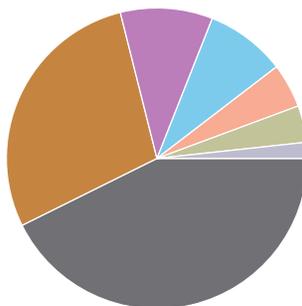
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### Portfolio Exposure

Top Debt Holdings	% of NAV
CANADA GOVERNMENT 3.250 JUN 01 21	13.19%
CANADA GOVERNMENT APR 11 13	9.16%
CANADA HOUSING TRUST 2.750 JUN 15 16	4.90%
QUEBEC PROVINCE 3.500 DEC 01 22	4.15%
ROYAL OFFICE FINANCE 5.209 NOV 12 32AM28	3.71%
PSP CAPITAL 2.260 FEB 16 17	3.47%
CADILLAC FAIRVIEW 3.640 MAY 09 18	3.28%
CANADA HOUSING TRUST 2.750 DEC 15 15	3.26%
CDP FINANCIAL 4.600 JUL 15 20	3.02%
CADILLAC FAIRVIEW 4.310 JAN 25 21	2.94%

### Sector Allocation

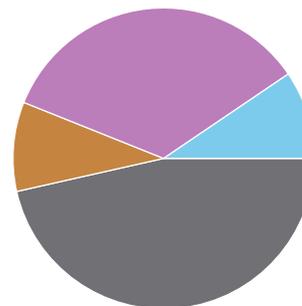
As of March 31, 2013



■ Federal	42.20 %
■ Provincial	28.10 %
■ Finance	9.80 %
■ Infrastructure	8.50 %
■ Real Estate	4.70 %
■ Energy	3.90 %
■ Industrials	1.70 %

### Credit Rating

As of March 31, 2013



■ AAA	40.20 %
■ AA	8.30 %
■ A	29.80 %
■ BBB	8.20 %