

HORIZONS ENHANCED INCOME U.S. EQUITY (USD) ETF (HEA.U)

As of April 30, 2013

ETF Snapshot

| | |
|--|-------------------------------------|
| Launch Date: | September 14, 2011 |
| CUSIP: | 44049W100 |
| Exchange: | Toronto Stock Exchange |
| Ticker: | HEA.U |
| Assets Under Management (4/30/2013): | \$38,452,630 [‡] |
| Management Fee: | 0.65% |
| Distribution Frequency: | Monthly |
| Last Distribution Date: | 4/26/2013 |
| Most Recent Distribution per Unit: | \$0.0403 |
| Estimated Annualized Yield:[*] | 4.54 % |
| 12-Month Trailing Yield | 6.83% |
| Investment Manager: | Horizons Investment Management Inc. |
| RSP and TFSA Eligible | Yes |

[‡] As of April 30, 2013

^{*} Based on last distribution

Investment Objective

The investment objective of Horizons Enhanced Income US Equity (USD) ETF (the "ETF") is to provide its unitholders with: (a) exposure to the performance of an equal weighted portfolio of large capitalization U.S. companies; and (b) monthly U.S. dollar distributions of dividend and call option income.

The ETF will invest primarily in a portfolio of equity and equity-related securities of U.S. companies that, as at each semi-annual rebalance date, are amongst the largest, by market capitalization, and most liquid issuers on the NYSE or NASDAQ. To mitigate downside risk and generate income, the ETF will generally write covered call options on 100% of the portfolio securities. The level of covered call option writing may vary based on market volatility and other factors. Because the ETF is denominated and traded in U.S. dollars, it will **not** seek to hedge its exposure to the U.S. dollar back to the Canadian dollar.

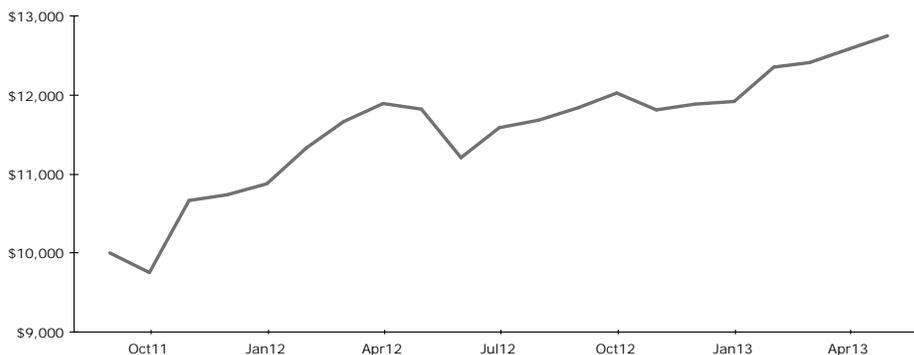
Performance

| | 1 Mo | 3 Mo | 6 Mo | YTD | 1 Yr | 3 Yr | 5 Yr | SIR [*] |
|--------------|--------|--------|--------|--------|--------|------|------|------------------|
| HEA.U | 1.31 % | 3.20 % | 7.94 % | 6.97 % | 7.85 % | -- | -- | 16.09 % |

^{*} Performance since inception on September 14, 2011

Growth of \$10,000

Horizons Enhanced Income U.S. Equity (USD) ETF (HEA.U \$12,752 at 4/30/2013)



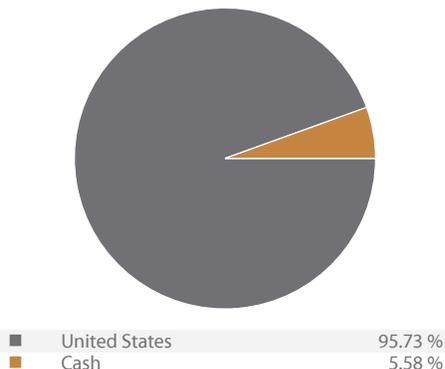
HORIZONS ENHANCED INCOME U.S. EQUITY (USD) ETF (HEA.U)

Top Equity Holdings & Cash Weight

| | |
|------------------------------|-------|
| AMGEN INC | 2.12% |
| AT&T INC | 2.11% |
| EBAY INC | 2.02% |
| COMCAST CORP-CLASS A | 2.00% |
| ABBOTT LABORATORIES | 1.99% |
| VERIZON COMMUNICATIONS INC | 1.98% |
| ANADARKO PETROLEUM CORP | 1.98% |
| AMAZON.COM INC | 1.97% |
| QUALCOMM INC | 1.97% |
| WAL-MART STORES INC | 1.96% |
| UNITEDHEALTH GROUP INC | 1.96% |
| PFIZER INC | 1.95% |
| INTEL CORP | 1.95% |
| COCA-COLA CO/THE | 1.95% |
| JOHNSON & JOHNSON | 1.95% |
| PEPSICO INC | 1.94% |
| BERKSHIRE HATHAWAY INC-CL B | 1.94% |
| UNION PACIFIC CORP | 1.93% |
| EXXON MOBIL CORP | 1.92% |
| MICROSOFT CORP | 1.92% |
| PHILIP MORRIS INTERNATIONAL | 1.92% |
| AMERICAN INTERNATIONAL GROUP | 1.92% |
| CONOCOPHILLIPS | 1.92% |
| MCDONALD'S CORP | 1.92% |
| SCHLUMBERGER LTD | 1.91% |
| STARBUCKS CORP | 1.91% |
| MERCK & CO. INC. | 1.91% |
| WALT DISNEY CO/THE | 1.91% |
| PROCTER & GAMBLE CO/THE | 1.91% |
| FREEMPORT-MCMORAN COPPER | 1.90% |
| UNITED TECHNOLOGIES CORP | 1.90% |
| INTL BUSINESS MACHINES CORP | 1.89% |
| BOEING CO/THE | 1.89% |
| US BANCORP | 1.89% |
| CHEVRON CORP | 1.88% |
| DU PONT (E.I.) DE NEMOURS | 1.88% |
| GENERAL ELECTRIC CO | 1.88% |
| GENERAL MOTORS CO | 1.88% |
| CATERPILLAR INC | 1.87% |
| APPLE INC | 1.87% |
| GOLDMAN SACHS GROUP INC | 1.87% |
| WELLS FARGO & CO | 1.86% |
| OCCIDENTAL PETROLEUM CORP | 1.85% |
| GOOGLE INC-CL A | 1.85% |
| CISCO SYSTEMS INC | 1.84% |
| JPMORGAN CHASE & CO | 1.84% |
| CITIGROUP INC | 1.83% |
| EMC CORP/MA | 1.82% |
| BANK OF AMERICA CORP | 1.82% |
| ORACLE CORP | 1.72% |
| ABBOTT LABORATORIES | 0.93% |

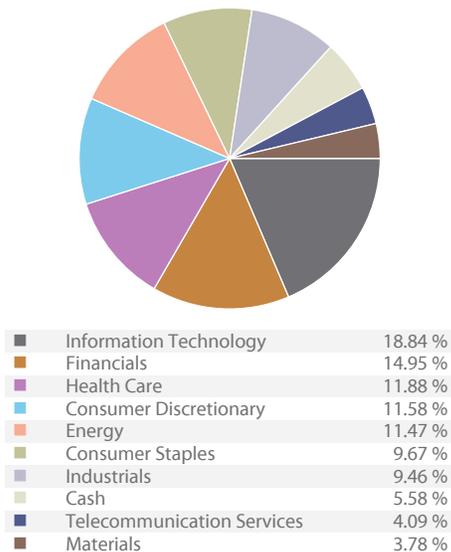
Geographic Allocation

As of March 31, 2013



Sector Allocation

As of March 31, 2013



ommissions, management fees and expenses all may be associated with an investment in the Horizons Enhanced Income US Equity (USD) ETF (the "ETF"). The indicated rates of return for the ETF in the performance table are the historical annual compounded total returns including changes in per unit value and reinvestment of all dividends and distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unit holder that would have reduced returns. The ETF is not guaranteed, its value changes frequently and past performance may not be repeated. Please read the prospectus before investing.