

HORIZONS ACTIVE FLOATING RATE BOND ETF (HFR)

As of April 30, 2013

ETF Snapshot

Launch Date:	December 10, 2010
CUSIP:	44051H108
Exchange:	Toronto Stock Exchange
Ticker:	HFR
Assets Under Management (4/30/2013):	\$182,281,916 [†]
Management Fee:	0.40%
Distribution Frequency:	Monthly
Last Distribution Date:	4/26/2013
Most Recent Distribution per Unit:	\$0.0206
Estimated Annualized Yield:[*]	2.42 %
Weighted Average Coupon:	3.17 % (5/10/2013)
12-Month Trailing Yield	2.41%
Weighted Average Yield to Maturity	2.23%
Average Credit Quality:	A
Average Duration:	0.530 years
Investment Manager:	Horizons Investment Management Inc.
Sub-Advisor:	Fiera Capital Corporation
RSP and TFSA Eligible	Yes

[†] As of April 30, 2013

^{*} Based on last distribution

Investment Objective

The investment objective of the Horizons Active Floating Rate Bond ETF (the "ETF") is to generate income that is consistent with prevailing short-term corporate bond yields while stabilizing the market value of the ETF from the effects of interest rate fluctuations. The ETF invests in a portfolio of Canadian debt securities and hedges the portfolio's interest rate risk to generally maintain a portfolio duration of less than two years.

The ETF may use derivatives, include interest rate swaps, to deliver a floating rate of income. The ETF seeks to hedge its non-Canadian dollar currency exposure to the Canadian dollar at all times.

Investment Strategy

To achieve the ETF's investment objectives, the Sub-Advisor uses fundamental credit research to select companies that, based on the Sub-Advisor's view on the company's industry and growth prospects, are believed to offer attractive risk adjusted returns.

The Sub-Advisor seeks diversification by industry sector and geographic region and relies on its: in-depth fundamental credit research, view of market trends, analysis of the company's competitive position, and review of the return relative to the company's risk and general market conditions, to select securities for the ETF's portfolio.

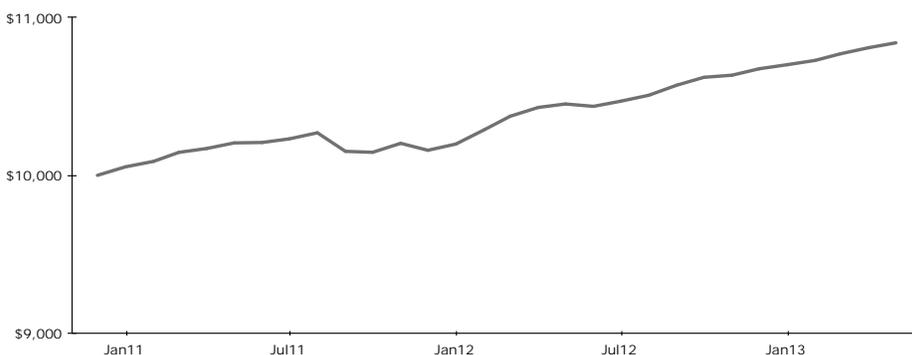
Performance

	1 Mo	3 Mo	6 Mo	YTD	1 Yr	3 Yr	5 Yr	SIR [*]
HFR	0.29 %	1.04 %	1.93 %	1.30 %	3.71 %	--	--	3.44 %

^{*} Performance since inception on December 10, 2010

Growth of \$10,000

Horizons Active Floating Rate Bond ETF
(HFR \$10,840 at 4/30/2013)



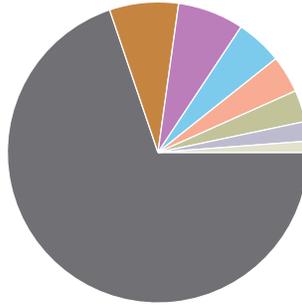
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Portfolio Exposure

Top Equity Holdings	% of NAV
CANADA GOVERNMENT APR 04 13	3.83%
CANADA GOVERNMENT JUN 06 13	3.64%
C.I.B.C. 4.110 APR 30 15CA20	3.61%
CITIGROUP FIN CDA 5.500 MAY 21 13	3.17%
JP MORGAN CHASE & CO 2.920 SEP 19 17	2.51%
GE CAP CAN FUNDING 4.240 JUN 08 15	2.40%
TD BANK 4.779 DEC 14 16FL05	2.11%
ROYAL BANK CDA 3.360 JAN 11 16	2.04%
HSBC BANK OF CANADA 2.572 NOV 23 15	1.91%
C.I.B.C. 2.220 MAR 07 18	1.86%

Sector Allocation

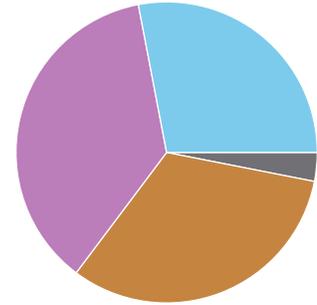
As of March 31, 2013



Financials	69.80 %
Federal	7.40 %
Industrials	7.10 %
Communication	5.00 %
Energy	4.00 %
Real Estate	3.40 %
Securitization	2.10 %
Infrastructure	1.20 %

Credit Rating

As of March 31, 2013



AAA	2.90 %
AA	30.20 %
A	34.50 %
BBB	26.30 %