

HORIZONS MORNINGSTAR HEDGE FUND INDEX ETF (HHF)

As of April 30, 2013

ETF Snapshot

Launch Date:	April 26, 2012
CUSIP:	44050W106
Exchange:	Toronto Stock Exchange
Ticker:	HHF
Assets Under Management (4/30/2013):	\$19,501,033 [‡]
Management Fee:	0.95% (aggregate)
Underlying Index:	Morningstar [®] Broad Hedge Fund Index SM
Distribution Frequency:	Annually
Investment Manager:	Horizons Investment Management Inc.
Sub-Advisor:	Fiera Capital Corporation
RSP and TFSA Eligible	Yes

[‡] As of April 30, 2013

Investment Objective

Horizons Morningstar Hedge Fund Index ETF ("Horizons HHF") seeks investment results, before fees, expenses, distributions, brokerage commissions and other transaction costs, that replicate the performance of the Morningstar[®] Broad Hedge Fund IndexSM (the "Hedge Fund Index"), hedged to the Canadian Dollar. Horizons HHF will use an index replication strategy that provides exposure to futures contracts, exchange traded funds, money market instruments and cash. Horizons HHF does not invest, directly or indirectly, in the constituent hedge funds comprising the Hedge Fund Index.

Investment Strategy

Horizons HHF will seek to achieve its investment objective through exposure to the investment portfolio of the HAP Nexus Hedge Fund Replication Trust ("Reference Fund"). The Reference Fund will seek to track the performance of the Hedge Fund Index by using the Nexus Hedge Fund Index Replication Strategy ("Replication Strategy"). The Replication Strategy is a factor-based index replication method which uses statistical models to estimate the net exposure of the Hedge Fund Index's components to its main return-generating factors, which usually correspond to the main asset classes available on financial markets. National Bank of Canada owns rights to use the Replication Strategy which will be implemented by Fiera Capital Corporation. The Reference Fund will use derivatives, including futures contracts and forwards, for hedging purposes. The Reference Fund will be primarily invested in a basket of liquid futures contracts, money market instruments, cash, and periodically exchange traded funds. The Reference Fund does not invest, directly or indirectly, in the constituent hedge funds comprising the Hedge Fund Index.

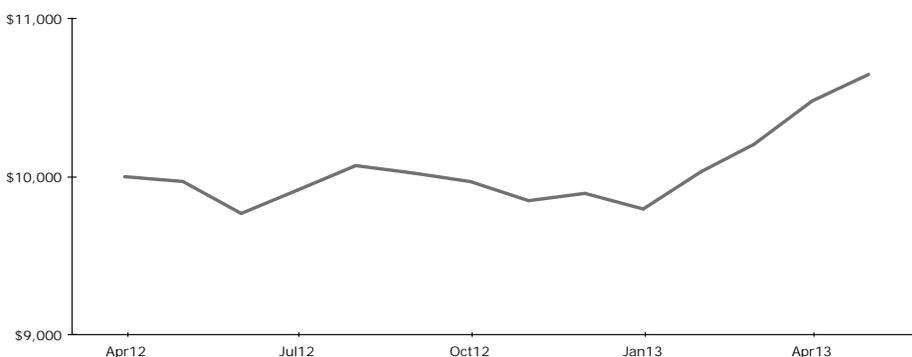
Performance

	1 Mo	3 Mo	6 Mo	YTD	1 Yr	3 Yr	5 Yr	SIR*
HHF	1.60%	6.13%	8.12%	8.71%	6.81%	--	--	6.43%

* Performance since inception on April 26, 2012

Growth of \$10,000

Horizons Morningstar Hedge Fund Index ETF
 (HHF \$10,648 at 4/30/2013)



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Top Equity Holdings & Cash Weight

Index	Contract Symbol	Long / Short	Absolute Exposure as a % of Net Assets
Australian 10Yr Bond Futures	XMM3	L	5.43%
Australian 3Yr Bond Futures	YMM3	S	4.24%
Australian Dollar Currency Futures	ADM3	L	16.35%
British Pound Currency Futures	BPM3	S	6.78%
Canada 10Yr Bond Futures	CNM3	S	5.06%
Canadian Dollar Futures	CDM3	S	0.92%
Euro-Bond Futures	RXM3	L	10.79%
Heating Oil Futures	HOM3	L	0.56%
Japanese 10Yr Mini Bond Futures	BJM3	L	44.89%
Japanese Yen Currency Futures	JYM3	S	26.27%
Mini Msci Emerging Market Futures	MESM3	S	9.68%
Natural Gas Futures	NGM3	L	2.63%
S&P 500 Emini Index Futures	ESM3	L	45.22%
Soybean Futures	S N3	L	2.61%
Us 10 Yr Treasury Notes Futures	TYM3	L	42.84%
US 2Yr Treasury Notes Futures	TUM3	L	10.27%
Crude Oil Futures	CLM3	L	1.31%
Gold 100 oz Futures	GCM3	S	4.11%
Copper Futures	HGN3	S	1.86%
Wheat Futures	WN3	S	10.55%
			252.36%

Absolute Leverage (Notional Exposure / ETF NAV) 2.52:1

Asset Allocation

As of April 30, 2013

