

HORIZONS UNIVERSA US BLACK SWAN ETF (HUS.U)

As of April 30, 2013

ETF Snapshot

Launch Date:	May 30, 2012
CUSIP:	44050Y110
Exchange:	Toronto Stock Exchange
Ticker:	HUS.U
Assets Under Management (4/30/2013):	\$11,227,900 [‡]
Management Fee:	0.95%
Performance Fee:	20% of outperformance over Benchmark with high watermark
Benchmark:	S&P500 [®] Index
Distribution Frequency:	Quarterly
Last Distribution Date:	3/26/2013
Most Recent Distribution per Unit:	\$0.0362
Estimated Annualized Yield:[*]	1.29 %
12-Month Trailing Yield	1.22%
Investment Manager:	Horizons Investment Management Inc.
Sub-Advisor:	Universa Investments L.P.
RSP and TFSA Eligible	Yes

Investment Objective

The investment objective of Horizons Universa US Black Swan ETF ("Horizons HUS") is to provide unitholders with exposure to (a) the performance of the S&P 500[®] through a portfolio of equity securities and/or index funds and (b) an actively managed basket of put and call options (the "US Black Swan Overlay") that seeks to provide protection from significant market declines over rolling one-month periods and seeks to reduce the overall volatility of returns of Horizons HUS. Horizons HUS will **not** seek to hedge its exposure to the U.S. dollar back to the Canadian dollar.

Investment Strategy

To achieve its investment objective, Horizons HUS will at all times be substantially invested in a portfolio of equity securities and/or index funds that will provide exposure to the S&P 500[®]. Additionally, Universa Investments L.P. ("Universa"), the sub-advisor, will implement the US Black Swan Overlay in accordance with its proprietary methods to attempt to provide protection from significant market declines over rolling one-month periods. The bulk of this protection will come in the form of long and short positions on put and call options on indices that track the performance of the S&P 500[®]. The long put options will generally be significantly "out of the money", and should generate returns in the event of a significant decline in the S&P 500[®]. Universa generally intends to re-initiate new option positions, or roll existing option positions, that make up the US Black Swan Overlay each month and reinvest any gains from these activities into equity securities and/or index funds. Universa also may, at its discretion, liquidate and establish new option positions in the US Black Swan Overlay during a month, or liquidate option positions without establishing new positions. The US Black Swan Overlay will only contain exchange-traded options. Horizons HUS will **not** seek to hedge its exposure to the U.S. dollar back to the Canadian dollar.

Performance

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

[‡] As of April 30, 2013

^{*} Based on last distribution

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Top Equity Holdings & Cash Weight

Index Based ETFs	
SPDR S&P 500 ETF	99.76%
Long Index Put Options*	
S&P 500® Index July 2013 P1000	0.13%
S&P 500® Index May 2013 P1000	0.01%
S&P 500® Index June 2013 P1000	0.01%
Short (Written) Index Put Options*	
S&P 500® Index June 2013 P500	0.00%
S&P 500® Index May 2013 P500	-0.01%
S&P 500® Index July 2013 P500	-0.01%
Short (Written) Index Call Options*	
SPDR S&P 500® ETF June 2013 C\$140	-2.83%
Cash, Margin and Currency Hedging	
Cash, Cash Equivalents, Margin and Net Other Assets	2.95%
Total (NAV \$12,350,018)	100.00%

* Represents marked-to-market gain/loss on options