

Pacifica Partners Tactical Balanced Fund



Investment Objectives

The Pacifica Partners **Tactical Balanced Fund** seeks to achieve a balance between capital appreciation and capital preservation.

In order to accomplish this goal the fund invests in equities (stocks) and fixed income securities (bonds), as well as select alternative assets. A key focus of the fund is to over time manage the down-side volatility of the fund's performance by employing a dynamic asset mix and sector rotation strategy.

Dynamic asset mix strategies involve rotation between stocks, bonds, and cash in order to attempt to mitigate a portfolio's downside risk exposure. Likewise, a dynamic sector rotation strategy allows for movement into or out-of market sectors based off of their apparent risk to reward characteristics.

Why This Fund?

The dynamic asset mix and sector rotation, along with controlled use of alternative assets, makes the Tactical Balanced Fund unique from many comparable investment products. As a result, this fund is an alternative to traditional, "closet indexed" investments while still maintaining a strict focus on managing the fund's total portfolio risk.

In addition, the efficient fund structure and actively managed investment strategy provides seamless access to Pacifica Partners' investment style.

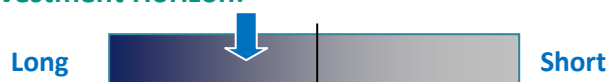
Who Is This Fund For?

The Fund is ideal for investors that are looking for a unique and sophisticated investment product that is "non-indexed" yet provides diversified exposure to core

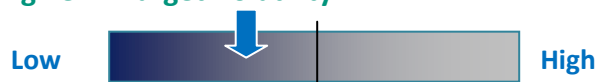
asset classes and sectors while also managing downside market risks.

Fund Attributes

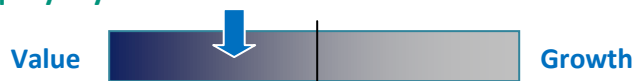
Investment Horizon:



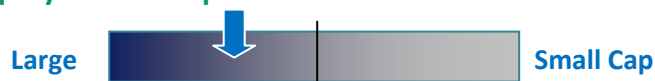
Long Term Target Volatility:



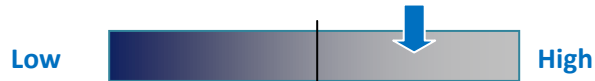
Equity Style:



Equity Market Capitalization:



Sector Deviations:



Asset Mix Weightings:



Sector Weightings:



Investment Holdings

The Tactical Balanced Fund seeks to achieve its objective by investing in a diversified portfolio of equity and fixed income holdings. At times, the fund may also hold relatively smaller positions of options, futures, and other alternative investments.

The Fund's equity holdings consist of large, mid, and to a limited extent, small market capitalization companies. Regional exposure of the fund's holdings are primarily focused on Canada and the US, and supplemented with select International and multi-national holdings.

The investments held in the fund are predominantly highly liquid securities with a portion of the fund dedicated to income bearing instruments.

Traditional Classification

The fund is best classified as a: **“Balanced Fund with a Tactical Asset Allocation overlay”**. In simple terms, the fund utilizes both equity and fixed income products, while dynamically shifting between asset classes for the purposes of risk reduction.

Asset mix and sector rotation decisions are primarily based off of a “Top-Down” investment approach that utilizes macroeconomic and broad market factors. Individual security selection is based on a “Bottom-Up” approach that involves examining the specific attributes of each individual security.

Investment decisions are biased towards a value investing style, with other strategies, including momentum, growth, and special opportunity strategies employed to avoid an excessive concentration on only a few investment characteristics.

Long Term Targeted Asset Mix

Over the long term the fund should on average exhibit the targeted asset mix of (as seen on the right):

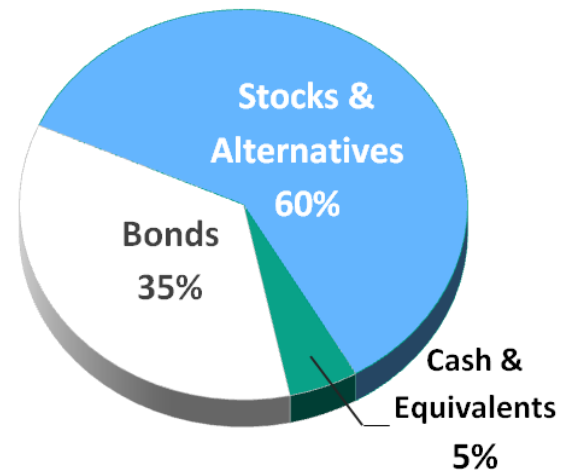
- 60% stocks and alternative investments
- 35% bonds
- 5% cash and cash equivalents

However, deviations from the target asset mix may also result in the event of tactical and strategic shifts for the purpose of actively managing the fund's risk profile.



Additional Fund Details

- **Manager:** Pacifica Partners Inc.
 - **Auditor:** KPMG LLP
 - **Counsel:** Borden Ladner Gervais LLP
 - **Custodian:** Penson Financial Services
 - **Administrator:** Commonwealth Fund Services
- Units of the fund are valued monthly.
 - Historical fund performance, current sector allocations, and current fund holdings are available for clients of Pacifica Partners. Please speak to a Pacifica Partners advisor for more detail.
 - Multiple fee structures are available.
 - Various units of the fund are available for both individual and institutional clients.



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