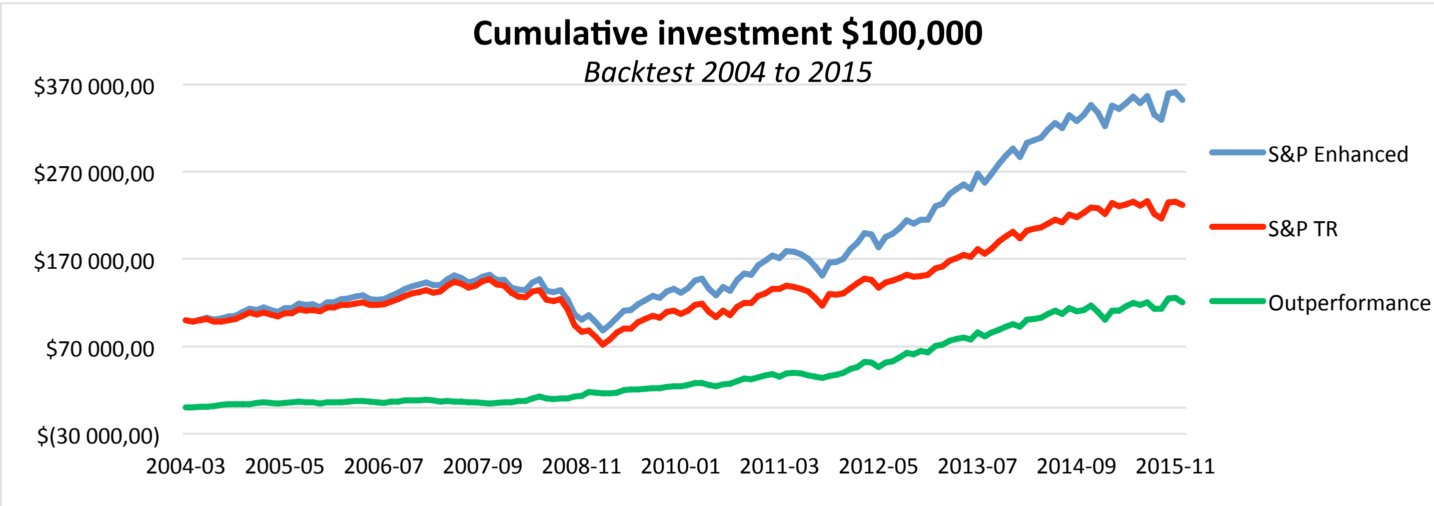
FACTSHEET - ALTERVEST S&P ENHANCED

Strategy Description

Altervest S&P Enhanced is a quantitative product that is designed to consistently outperform the S&P 500 with small, infrequent and recoverable drawdowns relative to the index. The product's goal is to outperform the S&P 500 Total Return by an average of 300 basis points annually. The strategy seeks to capture the volatility risk premium on the S&P 500 index through a mirror allocation in volatility only when the risk/return profile is advantageous. The strategy dynamically adjusts the size of its volatility position based on the level and term structure of volatility, and when warranted, can be long volatility. Under certain conditions, the strategy engages in a covered call writing process for part of the position. It can also easily be converted into a portable alpha strategy.



- All statistics and data are back tested using monthly data and are reported net of 0.5% annual management fees. Reported in US dollars.

Annual Outperformance vs S&P TR - Backtest

	S&P Enhanced	S&P TR	Outperformance
2004*	18,25%	12,23%	6,03%
2005	6,34%	4,91%	1,43%
2006	16,86%	15,79%	1,06%
2007	3,54%	5,49%	-1,96%
2008	-27,54%	-37,00%	9,46%
2009	28,30%	26,46%	1,83%
2010	19,92%	15,06%	4,85%
2011	4,95%	2,11%	2,84%
2012	26,10%	16,00%	10,10%
2013	37,84%	32,39%	5,45%
2014	13,83%	13,69%	0,14%
2015	4,21%	1,38%	2,82%
Annualized Return	**11,45%**	**7,51%**	**3,94%**

*The returns for 2004 are annualized. They have been calculated from April to December.

Key Statistics 2004-2015 - Backtest

	S&P Enhanced	S&P TR**
Annualised return	11,45%	7,51%
Annualised volatility	14,46%	14,15%
Downside volatility	3,72%	3,84%
Sortino Ratio*	2,88	1,84
Information Ratio	1,17	
Tracking error	0,28%	
Correlation	0,976	

* Sortino Ratio used MAR = 2% (average inflation)

**S&P Total Return

Investment objective

S&P Enhanced aims to outperform the S&P Total Return Index by 300 basis points annually on average

S&P Enhanced - Monthly Performance

		Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	YTD
2015	***S&P Enhanced***	-	7,24%	-1,05%	2,00%	2,00%	-1,95%	2,31%	-6,11%	-1,66%	9,07%	0,40%	-2,40%	**9,29%**
	S&P TR	-	5,75%	-1,58%	0,96%	1,29%	-1,94%	2,10%	-6,03%	-2,47%	8,44%	0,30%	-1,58%	**4,52%**
	Outperformance	-	1,50%	0,53%	1,04%	0,71%	-0,01%	0,21%	-0,07%	0,82%	0,63%	0,11%	-0,82%	**4,77%**
2016	***S&P Enhanced***	-5,09%	-1,26%	7,55%	0,58%	3,02%	-2,12%	5,33%	0,69%	1,39%	-1,70%	-	-	**8,04%**
	S&P TR	-4,96%	-0,14%	6,78%	0,39%	1,80%	0,26%	3,69%	0,14%	0,02%	-1,82%	-	-	**5,88%**
	Outperformance	-0,13%	-1,12%	0,76%	0,19%	1,22%	-2,38%	1,64%	0,55%	1,37%	0,13%	-	-	**2,16%**

** Actual returns from managed accounts reported in US dollars (net of fees 0.5%)*
*** Minimum investment: US 10 000 000$*

Investment Team

Geneviève Blouin, CFA, CMT, is the President and founder of Altervest and Portfolio Manager of the strategy. Madam Blouin specializes in tactical asset management for the firm. She has more than 19 years of experience in derivatives and asset management.

Jim Campasano, Director of Quantitative Strategies, is the architect of the Altervest S&P enhanced strategy. He has acquired 20 years of experience in derivatives and specializes in quantitative strategy development. He is a volatility expert and co-published an article in the Journal of Derivatives (The VIX Futures Basis: Evidence and Trading Strategies). He is also a PhD Candidate in Finance at the University of Massachusetts.

The S&P 500 enhanced strategy has a live track record since February 2015 and has a hard close of 2 Billion USD$