

# TERM SHEET

## SFRO BALANCED FUND

SFRO Balanced Fund's objective is to provide medium and long-term capital appreciation. The Fund is managed in a dynamic and diversified manner and is composed of exchange traded funds ("ETFs"), equity securities, and global fixed income instruments. The Fund's particular approach aims for capital growth even during bear market by using indicators to guide its strategies. The Fund is balanced and aims for an exposure of 30% to cash and fixed income securities (including fixed income ETFs), and aim for an exposure of 70% to equity (including equity ETFs and securities). Actual allocations may deviate by up to 10%. The Fund may allocate a higher weight than the target weight to cash and fixed income securities if deemed appropriate.

<b>Structure</b>	Unit Trust
<b>Units</b>	Private placements, accredited investors only
<b>Investment Fund Manager</b>	Majestic Asset Management
<b>Investment Fund Manager AuM</b>	\$400M

<b>Administrator</b>	SGGG Fund Services
<b>Registrar</b>	SGGG Fund Services
<b>Custodians</b>	Laurentian Bank Securities Interactive Brokers Inc.
<b>Brokers</b>	Laurentian Bank Securities Interactive Brokers Inc.
<b>Legal</b>	Fasken Martineau
<b>Trustee</b>	TSX Trust (TMX Group)
<b>Auditor</b>	KPMG

<b>RSP/TFSA Eligibility</b>	Yes
<b>Lockup Period</b>	No
<b>High Water Mark (HWM)</b>	Yes (2-year reset)
<b>Hurdle Rate</b>	7% annualized
<b>Series</b>	A, B, D, F, I
<b>Trailer Fee</b>	1.00% annual, paid quarterly (Series A)
<b>Front-End Commission</b>	5.00% (Series B)

	<b>FundServ Code</b>	<b>Management Fee</b>	<b>Trailer Fee</b>	<b>Front-End Commission</b>	<b>Incentive Fee</b>
<b>Series A</b>	MAJ300	2.5%	1%	-	30%
<b>Series B</b>	MAJ304	1.5%	-	5%	30%
<b>Series D *</b>	MAJ306	1.0%	-	-	30%
<b>Series F</b>	MAJ301	1.5%	-	-	30%
<b>Series I</b>	MAJ302	TBD	-	-	TBD

\* Selected groups only.

For more information about the SFRO Balanced Fund, please consult the Offering Memorandum of the Fund.

*The units described in the Offering Memorandum of the SFRO Balanced Fund are being offered on a private placement basis in reliance on exemptions from the requirement to prepare and file a prospectus with securities regulatory authorities. The Offering Memorandum of the Fund constitutes an offering of the units described herein only in those jurisdictions and to those persons where and to whom they may lawfully be offered for sale. The Offering Memorandum of the Fund is not, and under no circumstances is to be construed as, a prospectus or an advertisement for a public offering of such units. No securities regulatory authority in Canada has in any way passed upon the merits of the units offered in the Offering Memorandum of the Fund nor has it reviewed the Offering Memorandum the Fund and any representation to the contrary is an offence.*