

## HORIZONS ACTIVE PREFERRED SHARE ETF (HPR)

As of April 30, 2013

### ETF Snapshot

<b>Launch Date:</b>	November 23, 2010
<b>CUSIP:</b>	44051D107
<b>Exchange:</b>	Toronto Stock Exchange
<b>Ticker:</b>	HPR
<b>Assets Under Management (4/30/2013):</b>	\$185,713,639 <sup>†</sup>
<b>Management Fee:</b>	0.55%
<b>Distribution Frequency:</b>	Monthly
<b>Last Distribution Date:</b>	4/26/2013
<b>Most Recent Distribution per Unit:</b>	\$0.0348
<b>Estimated Annualized Yield:<sup>*</sup></b>	4.03 %
<b>Weighted Average Coupon:</b>	5.13 % (5/10/2013)
<b>12-Month Trailing Yield</b>	4.25%
<b>Weighted Average Yield to Maturity</b>	4.97%
<b>Investment Manager:</b>	Horizons Investment Management Inc.
<b>Sub-Advisor:</b>	Fiera Capital Corporation
<b>RSP and TFSA Eligible</b>	Yes

<sup>†</sup> As of April 30, 2013

<sup>\*</sup> Based on last distribution

### Investment Objective

The investment objective of the Horizons Active Preferred Share ETF (the "ETF") is to provide dividend income while preserving capital by investing primarily in preferred shares of Canadian companies. The ETF may also invest in preferred shares of companies located in the United States, fixed income securities of Canadian and U.S. issuers, including other income generating securities, as well as Canadian equity securities and exchange traded funds that issue index participation units. The ETF, to the best of its ability, seeks to hedge its non-Canadian dollar currency exposure to the Canadian dollar at all times.

### Key Features

To achieve the ETF's investment objectives, the Sub-Advisor uses fundamental research to select companies that, based on the Sub-Advisor's view on the company's industry and growth prospects should be included in the ETF's investment portfolio. An extensive credit analysis for each security as well as an assessment of each company's risk profile is completed in order to confirm the selection and relative weight of each security held by the ETF.

The ETF:

- Primarily invests in the preferred securities of Canadian issuers whose debt, generally, at a minimum, have an investment grade rating at the time of purchase.
- May also invest in preferred shares of companies located in the United States, fixed income securities of Canadian and U.S. issuers, including other income generating securities.
- May also invest in Canadian equity securities that have attractive dividend yields and exchange traded funds that issue index participation units that pay dividend income.

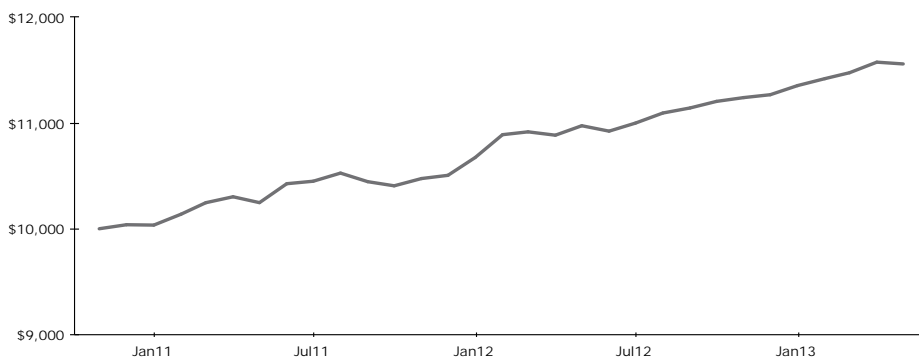
### Performance

	1 Mo	3 Mo	6 Mo	YTD	1 Yr	3 Yr	5 Yr	SIR <sup>*</sup>
<b>HPR</b>	-0.15 %	1.22 %	2.83 %	1.80 %	5.32 %	--	--	6.12 %

<sup>\*</sup> Performance since inception on November 23, 2010

### Growth of \$10,000

Horizons Active Preferred Share ETF  
(HPR \$11,558 at 4/30/2013)



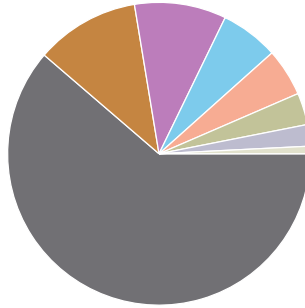
## HORIZONS ACTIVE PREFERRED SHARE ETF (HPR)

### Portfolio Exposure

MANULIFE FINL CORP NNCUM CL A PFD SER 4	2.27%
ROYAL BANK CDA NC 5YR PRF 1 SER AX	2.06%
BANK OF MONTREAL NC PP CL B SR 15	1.97%
SUN LIFE FIN INC CL A NON CUM SER 1	1.79%
HSBC BANK OF CANADA CLS 1 PRF SER C	1.63%
BANK OF MONTREAL NC PP CL B SR 14	1.62%
TD BANK CLASS A 1 PFD SER P	1.49%
GREAT WEST LIFECO 5.20 NC 1 PFD SER G	1.46%
BANK OF NOVA SCOTIA NC PRF SER 16	1.37%
ROYAL BANK CDA NC 1ST PFD SR AE	1.35%

### Sector Allocation

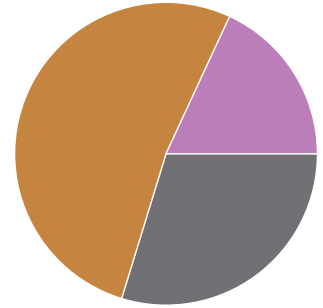
As of March 31, 2013



■	Financials	61.30 %
■	Unclassified	11.10 %
■	Energy	9.80 %
■	Telecommunication Services	6.20 %
■	Utilities	5.10 %
■	Real Estate	3.40 %
■	Infrastructure	2.30 %
■	Federal	0.80 %

### Credit Rating

As of March 31, 2013



■	P1	29.50 %
■	P2	51.75 %
■	P3	17.95 %