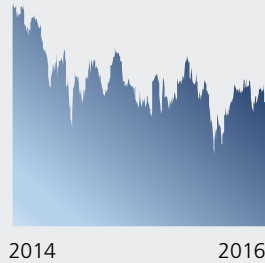




WHAT YOU OWN



- One of the largest integrated energy companies in the world.
- Produces, refines and distributes oil products that are critical to everyday life.
- Balanced portfolio of high quality assets, with 7.6 billion barrels of proved + probable reserves (35 years' worth at current production levels), and a steady refining business.
- A history of profitability, dividend growth, and a strong balance sheet designed to take advantage of industry weakness and emerge stronger.

	TRAILING TWELVE MONTHS AS OF		
	Q1 2015	Q1 2016	% CHANGE
Revenues	\$36,649	\$27,723	-24%
Cash from Operations	\$8,079	\$6,056	-25%
Dividends	\$1,546	\$1,819	18%
SHARE PRICE	\$34.40	\$35.84	4%

Revenues, Cash from Operations, Dividends stated in millions CAD; share price stated in CAD; share prices as of June 30, 2015 & 2016. Source: S&P Capital IQ

Dividend still growing
Great long-term business
Positioned for growth

WHAT YOU DON'T OWN



- The 5th largest producer of gold worldwide.
- Mines a product with very limited practical use beyond cosmetic appearance.
- Portfolio of 10 mines, with a history of labor disputes (5 labour-related strikes/stoppages from 2012-2016).
- Declining revenues, consistently negative earnings, and does not pay a dividend.

	TRAILING TWELVE MONTHS AS OF		
	Q1 2015	Q1 2016	% CHANGE
Revenues	\$4,343	\$3,960	-9%
Cash from Operations	\$1,129	\$1,032	-9%
Dividends	-	-	N/A
SHARE PRICE	\$2.91	\$6.34	118%

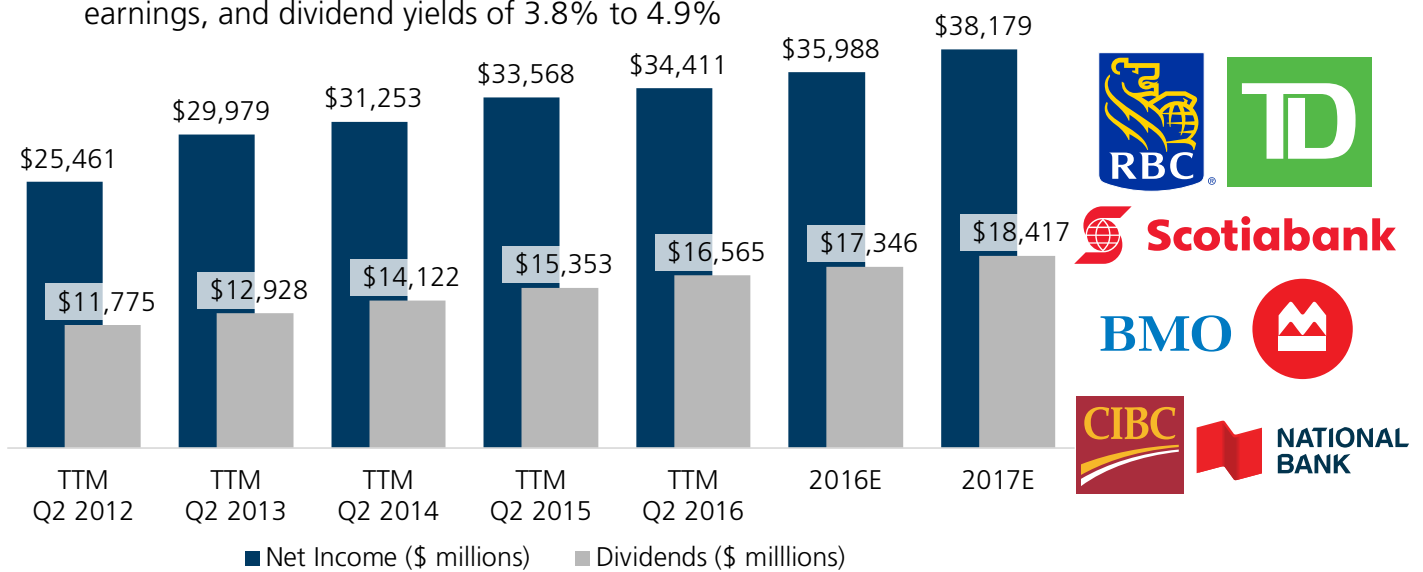
Revenues, Cash from Operations, Dividends stated in millions CAD; share price stated in CAD; share prices as of June 30, 2015 & 2016. Source: S&P Capital IQ

No dividends
Still not a good long-term business
But, stock is up?

BANK EARNINGS UPDATE

HOW THEY DID:

- Reported a combined **quarterly net income of CDN\$ 8.2 billion**
- Loan loss provisions in the oil & gas sector weighed on results
 - The banks can easily **absorb higher loan losses**; no concerns here
- **Dividend increases** from CIBC (+3%), Bank of Montreal (+2%) and National Bank (+2%)
- The banks **continue to trade at attractive valuations** – between 10.7x to 12.0x 2016E earnings, and dividend yields of 3.8% to 4.9%



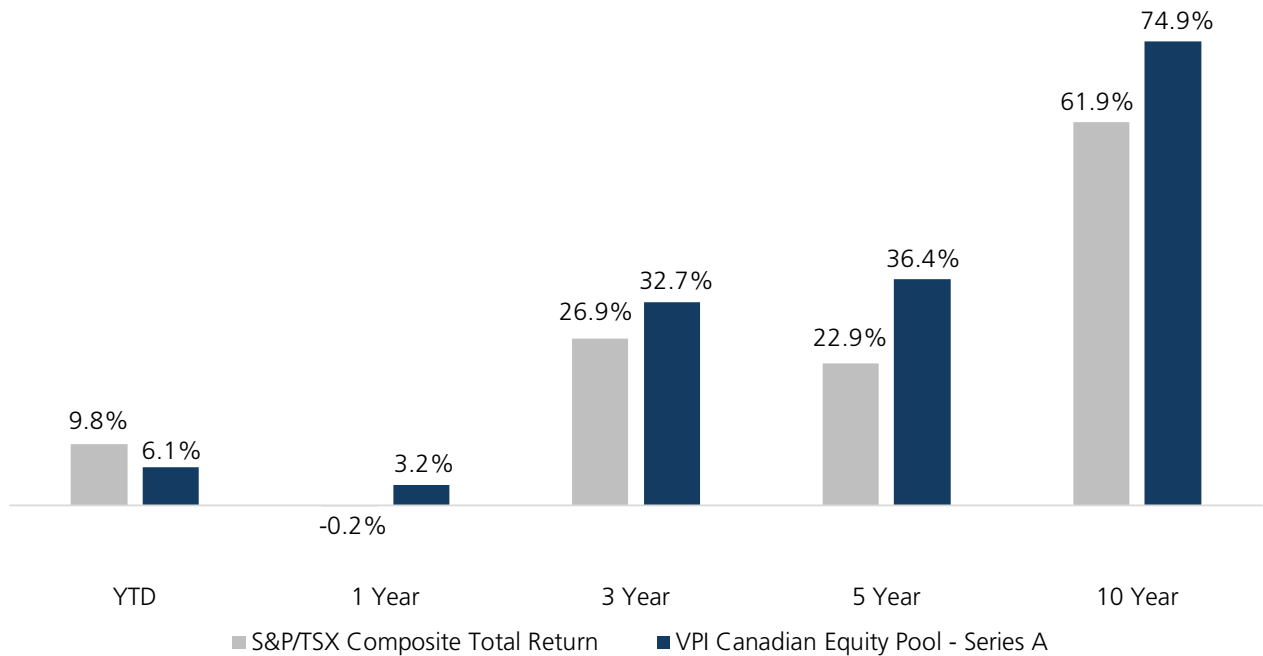
Source: S&P Capital IQ, Value Partners Investments Inc. Net income and dividends in CAD. 2016E and 2017E net income and dividends are fiscal year consensus estimates as of June 30, 2016.

A WORD ON BREXIT

- On June 23rd, the UK voted to leave the European Union
- This has caused fear, uncertainty, and market volatility
- The Canadian Equity Pool is not immune to market pessimism, but business fundamentals remain strong
- Our strategy is unchanged; our businesses are well positioned to grow
- Continuing to monitor situation and seek opportunities

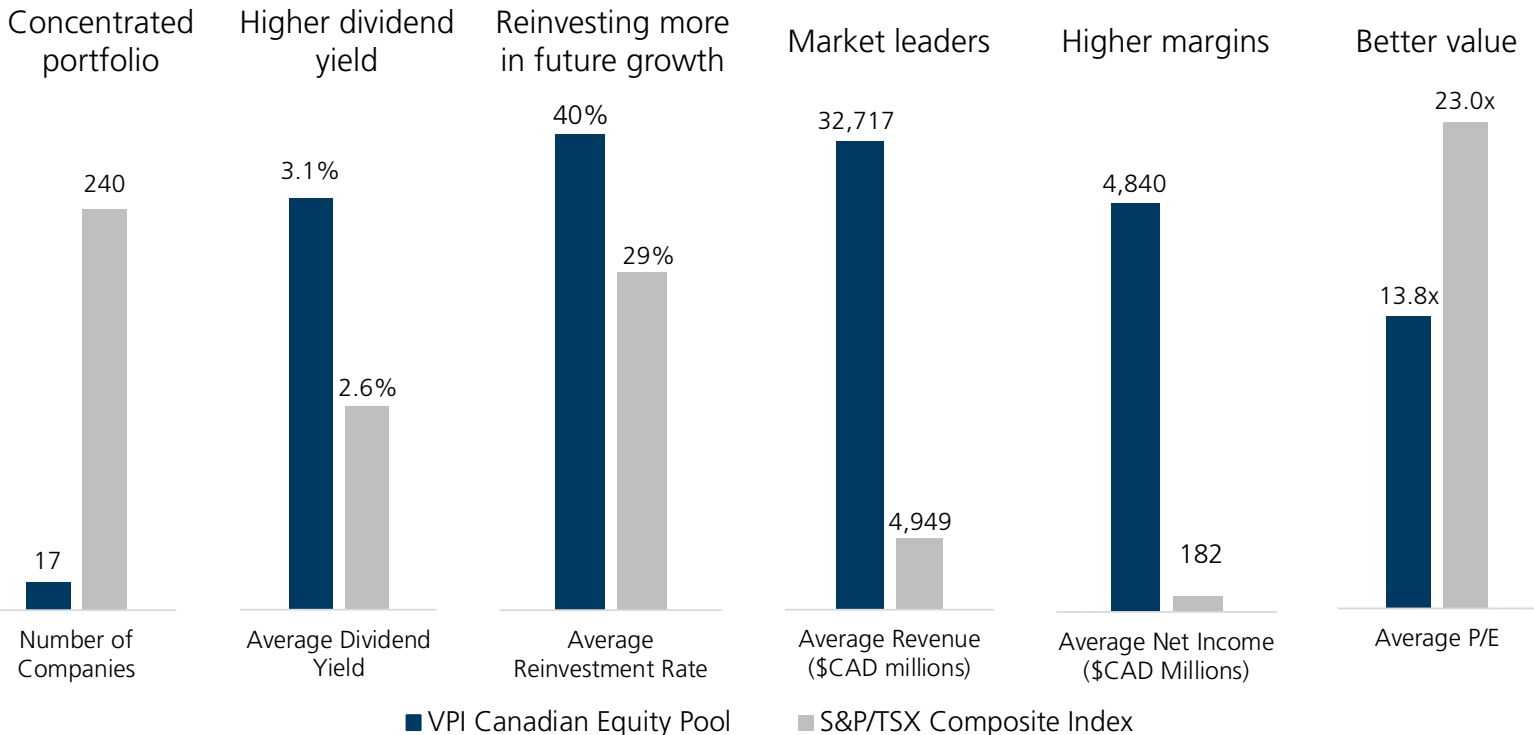


ABSOLUTE (CUMULATIVE) PERFORMANCE



Source: S&P Capital IQ, Value Partners Investments Inc., Morningstar
 Absolute (cumulative) performance ending June 30, 2016

OWN THE BEST, LEAVE THE REST



Average P/E excludes companies with negative P/E, and P/E > 100

Average Reinvestment Rate excludes non-dividend paying companies, and for companies with DPS > EPS, payout set to 100%

Sources: S&P Capital IQ, Value Partners Investments Inc., as of June 30, 2016

STANDARD PERFORMANCE INFORMATION (JUNE 30, 2016)

	1 YEAR	3 YEARS	5 YEARS	10 YEARS
Series A	3.19%	9.89%	6.41%	5.75%

Note: Annualized returns

DISCLAIMER

Information about specific issuers of securities has been made available by Value Partners Investments Inc. (Value Partners) for the sole purpose of providing additional background information on the holdings in the VPI Canadian Equity Pool (the Pool) and is not intended to be investment advice about the merits of investing directly in these issuers views. Unless otherwise indicated, the source of this information is S&P Capital IQ or research done by Value Partners. The comparison of specific stocks as "What You Own" and "What You Don't Own" is provided to illustrate the key characteristics that Value Partners uses in its investment process to identify great businesses at reasonable prices.

The complete holdings of the Pool are disclosed in its Statement of Investment Portfolio semi-annually. On a quarterly basis, the Pool discloses its top 25 holdings in its Summary of Investment Portfolio. Both these documents are available on our website at www.valuepartnersinvestments.ca. Value Partners is a registered investment fund manager, portfolio manager, and exempt market dealer and is responsible for making decisions about the investments in the Pool.

The information provided does not constitute individual, legal, investment, or tax advice about the Pool or the issuers discussed therein. Any views or opinions expressed in this newsletter are those of the portfolio manager and are subject to change at any time due to changing circumstances and/or market conditions. Please consult your own legal, investment, and/or tax advisor prior to making a decision to invest in the Pools.

Commissions, trailing commissions, management fees, and expenses all may be associated with mutual fund investments. Please read the fund facts document and the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in net asset value and assume reinvestment of all distributions and are net of all management and administrative fees, but do not take into account sales, redemption or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

Certain of the statements may contain forward-looking statements which involve known and unknown risk, uncertainties and other factors which may cause the results, performance or achievements of the Company, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Past performance is not indicative of future performance, particularly since the investment objectives of the Fund changed effective December 1, 2013 and the portfolio manager of the Fund changed effective January 5, 2015.

