



FUND DETAILS*

Type	Fee based/ Advisory Fee
Fund Code	VAM 301
Total Assets (All series)	\$17.2 million
Category	Alternative Mutual Fund
Inception Date	October 1, 2019
MER (unaudited) ¹ As at June 30, 2020	1.59%
Management Fee	1.5%
Total Number of Holdings	50
Total Long Positions	36
Total Short Positions	14
Minimum Investment	\$5,000 initial / \$500 subsequent
Firm AUM	\$30.2 million
Employee AUM ²	\$2.6 million
Distribution Frequency	Annually if any

PORTFOLIO OBJECTIVE

The investment objective of the Fund is to achieve attractive risk adjusted rates of return that deliver long-term capital appreciation to unitholders.

The Fund will invest primarily in the securities of publicly traded Canadian companies that the Portfolio Manager identifies as mispriced. Long and short positions will be determined primarily based (in part) on recommendations provided by Veritas Investment Research Corporation (an affiliate of the Portfolio Manager). The Portfolio Manager may also invest in securities that are not formally covered by Veritas Investment Research Corporation.

The Fund will manage its long and short positions to reduce the impact of market volatility on the Fund's investment portfolio.

WHY INVEST WITH US

- The Fund manages risks with the aim of preserving capital in down markets and achieving consistent returns.
- The Fund's long-short capability targets lower volatility than equities, less correlation to traditional asset classes, and greater downside protection.
- The Fund pursues an active investment discipline using forensic-accounting based research.
- Fundamental analysis is paired with systematic stock selection to generate alpha.
- Suitable for investors with a medium risk profile.
- Weekly liquidity.
- No performance fees.

ABOUT VERITAS ASSET MANAGEMENT

Veritas Asset Management (VAM) is an independent employee owned research driven investment manager. VAM was founded on the belief that superior research leads to better investment decisions. VAM sources its investment ideas from Veritas Investment Research Corp. (VIR), an award-winning independent equity research organization whose fundamental analysis is based on forensic-accounting principles.

Once ideas are selected, the next step in building a VAM portfolio is risk management. After studying the fundamentals, the portfolio managers at VAM overlay a factor-based risk management strategy. This approach allows VAM to select a portfolio of names and individual weights that, when combined, are designed to minimize risk. VAM is sector agnostic and takes concentrated positions based on each company's relative risk/reward characteristics.

Together, VAM and VIR offer a unique investment solution that diversifies and adds value to investor portfolios.

MONTHLY RETURNS % (NET OF FEES)⁵

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Cal*
2020	1.3	-1.6	4.3	-5.3	-2.0	-0.2	2.9	-1.6	1.2	-2.8			
2019										0.5	2.7	-0.6	

PERFORMANCE⁶

	YTD	1 MONTH	1 YEAR	SINCE INCEPTION
FUND	-4.1%	-2.8%	-2.1%	-1.6%
INDEX	-6.1%	-3.1%	-2.3%	-3.1%

EXPOSURES ³	
Volatility Risk Profile	Medium
Gross Exposure	108%
Net Exposure	88%

	TOP TEN HOLDINGS ⁴	TICKER	LONG/ SHORT
1	Crombie REIT	CRR-U	LONG
2	Granite REIT	GRT-U	LONG
3	Maple Leaf Foods Inc.	MFI	LONG
4	George Weston Ltd.	WN	LONG
5	Capital Power Corp.	CPX	LONG
6	Ceridian HCM Holding Inc.	CDAY	LONG
7	Empire Company Ltd.	EMP.A	LONG
8	Hydro One Ltd.	H	LONG
9	SPDR Gold Shares	GLD	LONG
10	Metro Inc.	MRU	LONG



FUNDAMENTALS ALWAYS MATTER

With U.S. elections still to be decided and COVID case counts rising, October carried over the weakness seen in September with the S&P/TSX Composite index posting a return of -3.1% for the month. The only TSX sector with a positive return was Healthcare as Cannabis stocks rebounded on hopes for legalization gains from the U.S. elections. For October, our stock selection and strategic short positions resulted in the units of our fund outperforming the index by 33 bps, declining by 2.8% for the month.

The Fund's short position in **Open Text Corporation (OTEX)** was the top contributor to performance for October. OTEX reported weak Q2 results and our review of company peers and customers suggested that the trend was set to continue. As the stock declined to our intrinsic value, we reduced our exposure and exited the position following the company's improved F21 outlook provided during its Q3 earnings announcement.

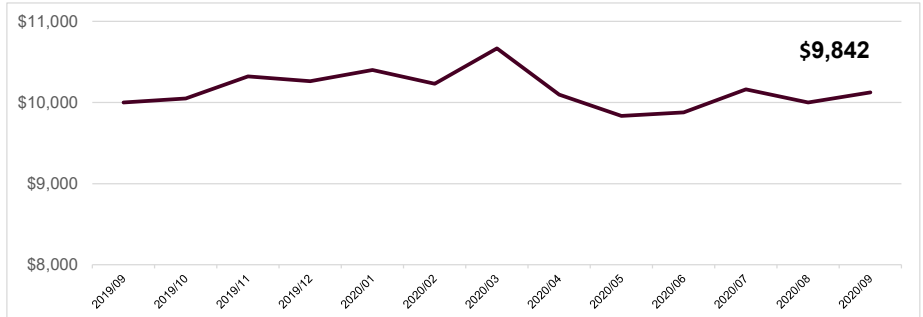
The Fund's long position in **TFI International Inc. (TFII)** was the second biggest contributor to Fund performance in October as the company beat Q3 earnings expectations, raised its dividend by 12% and increased its free cash flow guidance. We expect tight industry capacity and the need to move goods to be continued tailwinds for the company.

Our goal is to buy the best companies in sectors where we identify positive investment catalysts and take strategic short positions in poorly positioned companies in challenged industries. We evaluate companies based on balance sheet strength, free cash flow sustainability, transparent financial reporting and governance, as well as the ability to endure periods of economic weakness.

Looking forward, even with the U.S. elections approaching resolution, we doubt that the fractious political environment in the U.S. will be easily remedied. Our working thesis is that the U.S. Congress will remain gridlocked, tempering some of the more radical proposals on either side of the political aisle. On the COVID front, we expect optimism to return as case counts are brought under control and treatment options continue to improve. We see ongoing opportunities to deliver positive risk-adjusted returns for our investors.

PERFORMANCE⁷

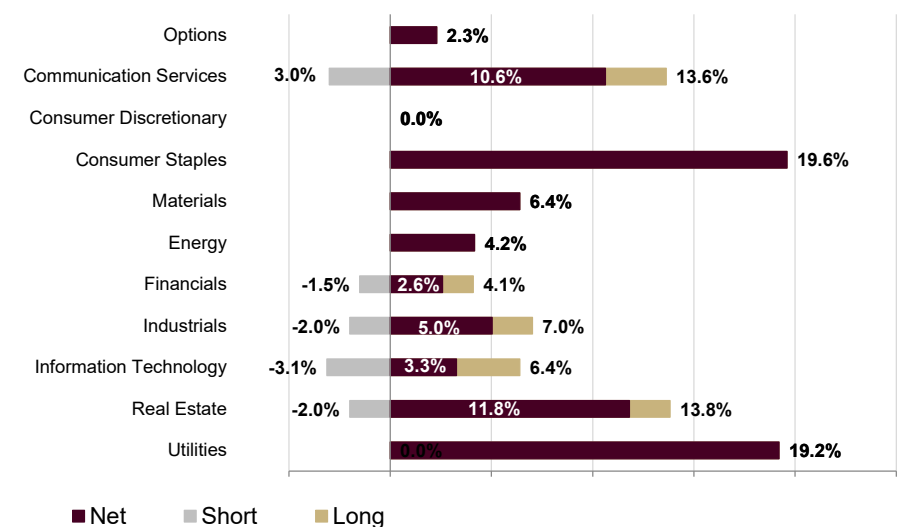
Growth of \$10,000 (since inception date)



RISK MEASURES⁸

	1 YEAR	SINCE INCEPTION
Fund Sharpe Ratio ⁹		-0.14
Index Sharpe Ratio		0.04
Beta ¹⁰	-0.19	-0.19
Correlation ¹¹	-0.49	-0.49
Fund Volatility ¹¹	9.5%	9.1%
Index Volatility	23.9%	22.9%
Best Month		4.3%
Worst month		-5.3%
# of months +		6
Worst drawdown ¹²		-10.2%

SECTOR ALLOCATIONS¹³





DISCLOSURES

The information contained herein is for general information purposes and does not constitute a solicitation for the purchase or sale of securities. The full details of the Fund, its investment strategies and the risks are detailed in the Fund's current simplified prospectus, annual information form, and fund facts document, copies of which may be obtained from Sedar, your dealer, Veritas Asset Management Inc. ("VAM") or at Veritasfunds.com. Please read the prospectus before investing. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. All performance data assume reinvestment of all distributions or dividends and do not take into account other charges or income taxes payable by any unitholder that would have reduced returns. The performance of the Fund is not guaranteed, unit values change frequently and past performance may not be repeated. Performance is presented in Canadian dollars, unless otherwise stated, and is net of fees of Series F units of the Fund. VAM is an affiliate of Veritas Investment Research Corporation ("VIR"), which produces and issues independent equity research regarding public issuers to investors and other capital markets participants. VAM is a client of VIR and receives research reports from VIR at the same time as VIR's other clients. VIR and VAM have implemented policies and procedures to minimize the potential for and to address conflicts of interest, which are available upon request.

1. Audited MER for Veritas Absolute Return Series F as at Dec. 31, 2019 is 2.01%.
2. Employee AUM includes all parties related to the Manager in all series or classes of all Veritas Asset Management Inc. Funds, as at October 31, 2020.
3. Source: Veritas Asset Management Inc. estimates. Calculated using end of day positions for period ending October 31, 2020.
4. Source: Refinitiv & Veritas Asset Management Inc. estimates. Portfolio weights refer to end of day weights for period ending October 31, 2020.
5. Source: Refinitiv, Veritas Asset Management Inc. estimates. Calendar year returns are based on monthly compounded returns. Veritas Absolute Return Fund Series F monthly returns net of fees and expenses are based on independent third party end of month net asset value (NAV) calculations and on internal unaudited estimates. Past performance is not indicative of future performance.
6. Source: Refinitiv. Series F Inception Date: October 1, 2019. Portfolio weights refer to end of day weights for period ending October 31, 2020. Past performance is not indicative of future performance. The S&P/TSX Composite Index is a capitalization-weighted index that represents some of the largest float-adjusted stocks trading on the Toronto Stock Exchange. Contact Veritas Asset Management Inc. for more information regarding comparative indices.
7. Source: Refinitiv. Series F Inception Date: October 1, 2019. Performance as of October 31, 2020. Past performance is not indicative of future performance.
8. Source: Refinitiv & Veritas Asset Management Inc. estimates. Series F Inception Date: October 1, 2019. The S&P/TSX Composite Index is a capitalization-weighted index that represents some of the largest float-adjusted stocks trading on the Toronto Stock Exchange. Contact Veritas Asset Management Inc. for more information regarding comparative indices.
9. The Sharpe ratio is internally calculated using daily NAV returns on the fund, subtracting a risk free rate based on rolling three-month Government of Canada bond yields, converted to a daily return. The observed (ex-post) Sharpe ratio produced using these daily excess returns is annualized based on 252 trading days per year.
10. Beta (observed beta) $\beta_{i,f}$ based on historical relationship between fund return (F) and index (I) performance. $\beta_{i,f} = \text{Cov}(R_i, R_f) / \text{Var}(R_i)$ where R_i is the monthly index return, R_f is monthly fund return.
11. Correlation is calculated using monthly returns between the fund and index. Volatility is expressed in terms of historical annual volatility. Historical monthly volatility is measured by the standard deviation of monthly returns. Historical Annual Volatility is measured by annualizing monthly data.
12. Worst drawdown is based on independent third party daily net asset value (NAV) calculations and Veritas Asset Management Inc. estimates.
13. Source: Refinitiv & Veritas Asset Management Inc. estimates. Portfolio weights refer to end of day weights for period ending October 31, 2020.

* Portfolio Manager changed to Antonio Scilipoti as of October 1, 2020.

* All dollar figures are represented in CAD unless otherwise noted.