



FUND DETAILS*

Type	Fee based/ Advisory Fee
Fund Code	VAM 301
Total Assets (All series)	\$16.9 million
Category	Alternative Mutual Fund
Inception Date	October 1, 2019
MER (%) As at Dec. 31, 2019	2.01
Management Fee	1.5%
Total Number of Holdings	53
Total Long Positions	38
Total Short Positions	15
Minimum Investment	\$5,000 initial / \$500 subsequent
Firm AUM	\$30.6 million
Employee AUM ¹	\$2.7 million
Volatility Risk Profile	Medium
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.

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.

PERFORMANCE

Mutual Fund regulations restrict the presentation of performance figures until a Fund reaches its one-year anniversary.

	TOP TEN HOLDINGS ²	TICKER	LONG/ SHORT
1	Crombie REIT	CRR-U	LONG
2	Granite REIT	GRT-U	LONG
3	Capital Power Corp.	CPX	LONG
4	Canadian Utilities Ltd.	CU	LONG
5	Enbridge Inc.	ENB	LONG
6	Loblaw Companies Ltd.	L	LONG
7	TC Energy Corp.	TRP	LONG
8	SPDR Gold Shares	GLD	LONG
9	Metro Inc.	MRU	LONG
10	Cogeco Inc.	CCA	LONG



JULY 2020: RIDING THE WAVE

The month of July proved profitable for Canadian investors with every sector of the S&P/TSX Composite index generating a positive return. Most prominent was the revival of the beaten down defensive sectors. The materials sector advanced 13.1% followed by consumer staples at 6.3% and Utilities at 6.1%. While the financial and energy sectors, which we are underweight, were the laggards during the month each up 0.8% and 1.1%, respectively. The broad index returned 4.5% for July.

Granite REIT (**GRT-U**) continues to be a Veritas favourite and was the top contributor to the Fund in July. Management has proven to be great stewards of shareholder capital as evidenced by timely share repurchases and consistent NOI growth. We continue to like the name as we see upside stemming from positive rent lifts on renewals particularly in their U.S. segment of the portfolio.

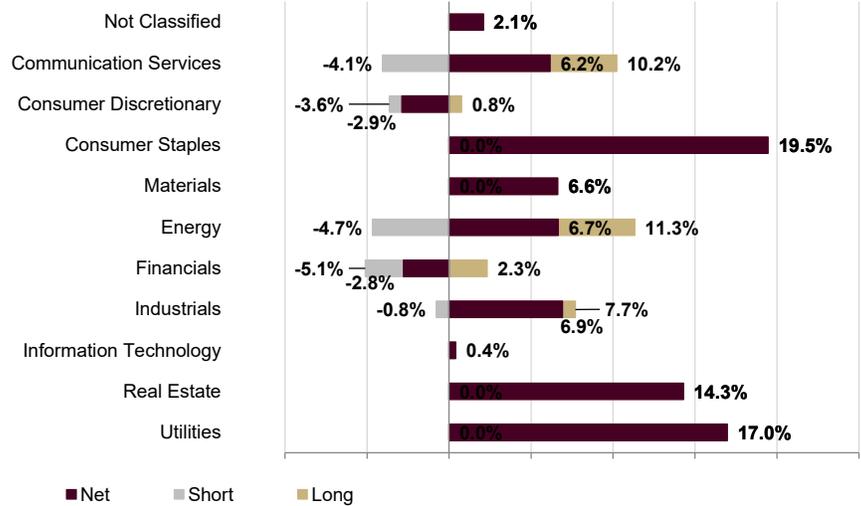
The Fund's long position in Hydro One (**H**) was the second best contributor to Fund performance in July. As the global pandemic began to unfold, **H** was identified as a top defensive pick within our universe because investors could take comfort in the support provided by regulation. The Ontario Energy Board (Hydro One's regulator) promptly established customer deferral accounts which allowed management to maintain guidance. We continue to see upside in **H** resulting from potential material reductions in its carefully watched Operations, Maintenance and Administration expenses.

Our goal is to provide a positive absolute return over the medium and long term with lower overall risk than broad equity markets. The Fund will buy companies it believes are best positioned to capitalize on their industry's tailwinds at discounts to their intrinsic values and avoid or take strategic short positions in poorly positioned companies in challenged industries.

We continue to prefer businesses with strong balance sheets, sustainable free cash flow and the ability to endure periods of hardship. We will participate in the government fueled rally but remain cautiously positioned given the uncertainty of the economic recovery.

The fund was long \$1.00 for every \$0.18 short, net exposure at month end was 85%.

SECTOR ALLOCATIONS³



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. Employee AUM includes all parties related to the Manager in all series or classes of all Veritas Funds, as of July 31, 2020.
2. Source: Bloomberg, for period ending July 31, 2020. Portfolio weights refer to end of day weights of last official reporting period.
3. Source: Bloomberg, for period ending July 31, 2020.

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