

RELATIONSHIP DISCLOSURE¹

1. The nature of the relationship between you, the client, and Lincluden Mutual Fund Dealer Inc. (“LMFDI”), as an advisor in respect to the Lincluden Balanced Fund, a mutual fund offered under the terms of a Simplified Prospectus.

An Approved Person of LMFDI is qualified to provide you with advice relative to your investment in the Lincluden Balanced Fund. The Approved Person will evaluate the investment relative to your stated investment goals and objectives. You will ultimately be responsible for making the investment decision however.

2. Nature of the products and services offered.

The only product that LMFDI offers is the Lincluden Balanced Fund, a mutual fund offered under the terms of a Simplified Prospectus.

3. Procedures Regarding Handling of Cash and Cheques.

LMFDI does not accept cash. As the only product offered by LMFDI is the Lincluden Balanced Fund, LMFDI does not maintain any bank accounts to hold client cash nor cheques. Hence cheques should be made payable to the Fund.

4. Suitability of Orders Accepted/Recommendations Made

As a member of the Mutual Fund Dealers’ Association and a registrant with the Ontario Securities Commission, we have an obligation to ensure that any trade you make with LMFDI is suitable for you relative to your investment objectives, risk tolerance and other personal circumstances. We have this obligation even if the trade is initiated by you. Suitability will be evaluated when an account is opened, when you transfer assets into an account with us, if we become aware of a material change in your circumstances or when there is a change in the Approved Person at LMFDI who is responsible for your account. Proper completion of a “Know Your Client” (KYC) form will be critical in helping us evaluate suitability.

5. Content and Frequency of Reporting

We have made an arrangement with the Manager of the Lincluden Balanced Fund, Lincluden Investment Management Limited, owner of LMFDI, to provide you with statements which will confirm your account balance along with your investment activity. You will receive a confirmation statement by mail each time you initiate a transaction. As well a statement will be delivered following each calendar quarter end reporting to you on your activity during the quarter along with your ending account balance. Separately you will receive a quarterly report highlighting the performance record for the Lincluden Balanced Fund along with commentary on financial markets and Fund strategies.

6. Compensation – Lincluden Mutual Fund Dealer has been established strictly for the purpose of accepting orders for the Lincluden Balanced Fund directly from investors in Ontario. LMFDI receives no compensation for this function.

¹ Rule 2.2.5 of the Mutual Fund Dealers Association (MFDA) requires that all investors be provided with relationship disclosure information to ensure that clients understand their obligations, the obligations of Lincluden Mutual Fund Dealer Inc. and know what to expect with respect to service levels and costs. The MFDA is the recognized self-regulatory organization for mutual fund dealers in Canada. This Rule and the Member Regulation Notice (MR-0075) establishing the form of this notice can be viewed on the MFDA’s web site at www.mfda.ca.