



PIE Alternative Strategies Fund

Fund Fact Sheet | June 2011

QUICK FACTS

Portfolio Manager: R.N. Croft Financial Group Inc.

Management Fee: 1.80% Series A
0.30% Series I
1.80% Series F

Fund Code: TCG 445 Series A
TCG 545 Series F
TCG 645 Series I

Distributions: Annually

Min. Investment \$500.00

WHO IS THIS FUND FOR?

The Fund invests in real estate investment trusts and commodities. Generally, investors would use this fund as a diversifier within a portfolio mandate. As such, the percentage invested in this Fund may vary depending on the investor's objectives and risk tolerance within the context of his or her portfolio mix. Generally, this Fund should appeal to medium-risk investors seeking capital appreciation from alternative asset classes.

HOW RISKY IS THE FUND

High
Medium to High
Medium
Low to Medium
Low
Very Low



OVERVIEW

The Fund aims to invest in a cross-section of alternative strategies that historically have had a low correlation with the broader equity markets. The Fund will hold positions in Canadian, US, and global real Estate investment trusts. The Fund may also take minor positions in gold bullion, materials, including agricultural stocks, oil and energy stocks as determined by the manager. The Fund will rebalance periodically to maintain the targeted investment mix. The Fund may also sell covered options to generate internal tax-advantaged cash flow and to reduce the risk of holding alternative investments during certain adverse market cycles.

PERFORMANCE

Fund Code	TCG 445 (Series A)	TCG 545 (Series F)	TCG 645 (Series I)
NAV	\$14.48	\$14.47	\$14.97
1 Month	-2.47%	-2.47%	-2.33%
3 Month	-4.72%	-4.72%	-4.32%
6 Month	-1.48%	-1.49%	-0.66%
1 Year	10.36%	10.36%	12.24%
2 Year	15.70%	15.66%	17.66%
Since Inception	15.31%	15.52%	17.19%
*Inception	Nov 25, 2008	Dec 08, 2008	Dec 15, 2008
Annual Std Dev'n	13.66%	13.69%	13.65%
Benchmark Std Dev'n	17.08%		

PORTFOLIO ALLOCATION

Cash	2.0 %	
Canadian REIT's	34.5%	
Global Gold Equity	34.5%	
Commodity Basket	29%	

MARKET COMMENTARY

Commodity prices slipped in the second quarter, including an 11% quarter-over-quarter plunge in crude oil prices. Although the price for a barrel of North American benchmark West Texas Intermediate crude oil exceeded US\$100 per barrel in the first quarter, prices began to slide in May and continued to weaken through the period, as a growing global economic “soft patch” suppressed demand. A release of 60 million barrels of oil from strategic reserves by the International Energy Agency near the end of June also contributed to price weakness through the end of the quarter. The S&P/TSX Capped Energy Index fell 10.5% in the quarter as a result.

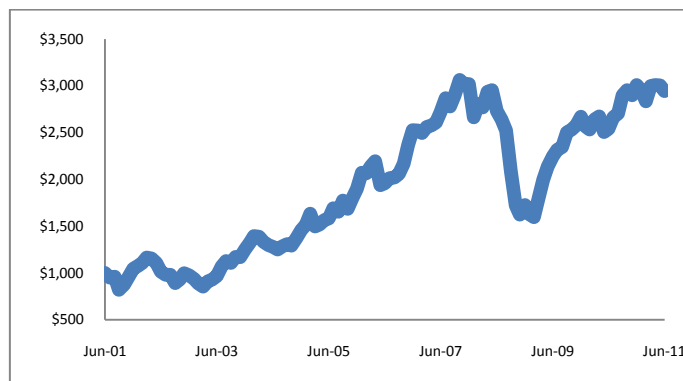
Other commodities also weakened or stagnated in the second quarter, including agricultural, base metals, and precious metals. While the price of gold advanced 4.4% on the quarter, it remained below its record of US\$1,556.70 per ounce set on May 2. Gold mining companies, however, mainly lost ground on the quarter, as the S&P/TSX Global Gold Index slumped 6.8% in the period.

Canadian commercial real estate, however, got a bit of a boost in the second quarter, as US retail giant Target Corp. firmed up plans to convert 35 former Zeller’s stores in locations owned by a number of Canadian real estate investment trusts. The deals involve guaranteed occupancy and rent for a decade along with leasehold upgrades funded by Target. The S&P/TSX Capped Real Estate Index advanced 1.2% quarter-over-quarter as a result.

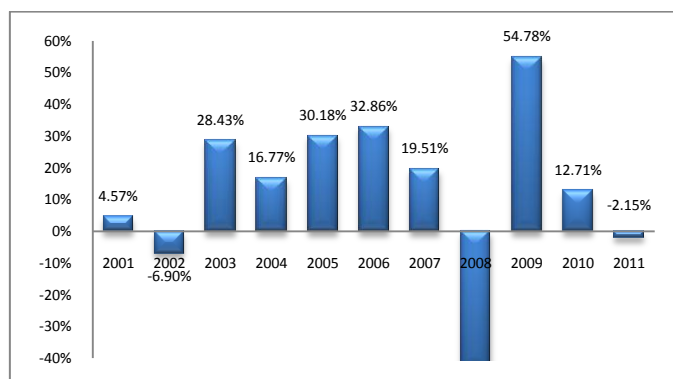
While the Fund benefited from its significant allocations to Canadian REITs, such as RioCan REIT - TSX: REI.UN, which advanced 1.9% in the quarter - outperformance in this sector was offset by weakness in the Fund’s significant weighting to gold mining issues, as Barrick Gold Corp. (TSX: ABX) fell 13.1% and Goldcorp Inc. (TSX: G) lost 3.4% in the quarter.

June 30, 2011

BENCHMARK CUMULATIVE RETURNS



BENCHMARK ANNUAL RETURNS



10 - YEAR BENCHMARK STATISTICS

Compound Annual Returns	11.41%	Average % Up	4.59%
Annual Standard Deviation	17.08%	Average % Down	-4.40%
Sharpe Ratio	2.70	Number of Up months	73
Maximum % Up	13.29%	Number of Down Months	47
Maximum % Down	-17.44%		

FUND BENCHMARK INDEX

The performance of each PIE Fund is compared with an appropriate benchmark index. The PIE Alternative Strategies Fund benchmark is the S&P/TSX Composite Total Return Index. In a total return index, dividends and interest income are reinvested - that is, the income is used to buy additional units of the benchmark. These returns* are for illustrative purposes only. The returns do not take into account the potential or risk associated with the covered option writing strategy used by the Fund or with Fund rebalancing.

*PIE performance as at June 30, 2011. Benchmark metrics as at June 30, 2011. Performance is not guaranteed. Portfolio values change frequently, and past performance may not be repeated. Performance data have not been audited and are for illustrative purposes only. Benchmark performance is based on returns adjusted for fees at a rate of 1% per annum. Valuations and performance results are reported in Canadian dollars. Performance is also calculated net transaction fees. Additional information regarding calculating and reporting performance is available upon request. The Fund is offered by prospectus by PIE Portfolio Index Evolution Corporation, which is related, connected, and managed by R.N. Croft Financial Group Inc., which also acts as investment advisor to the Fund.