



# PIE Funds Portfolios

## PIE Portfolio 7 – Balanced Growth Mandate

**Objective:** To achieve a consistent, and if appropriate, tax advantaged annual return with average downside risk.

**Strategy:** The Balanced Growth Portfolio intends to deliver on its objective through its holding of the PIE Income fund which invests in four distinct income producing strategies. The strategies include; 1) cash and fixed income, 2) preferred shares, 3) income trusts and 4) option writing. The portfolio also provides some upside potential through investments in the PIE Canadian Equity Fund, PIE US Equity Fund, PIE International Equity Fund and the PIE Alternative Strategies Fund. Portfolio re-balancing is intended to realign the portfolio bringing it back into line with its initial mandate.

**Investor:** This portfolio is suitable for investors seeking a portfolio that is balanced between growth and income with average downside risk.

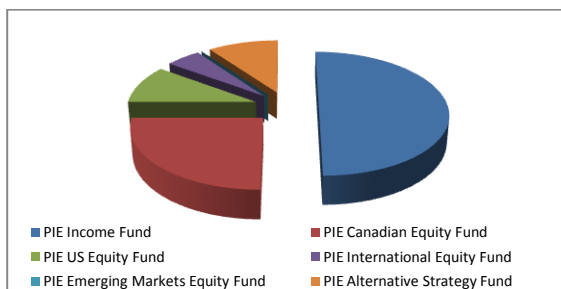
**Liquidity:** Funds are available for withdrawal and are not subject to deferred sales charges.

**Reporting:** Investors with minimum accounts of \$25,000 will receive Quarterly Reviews.

### Portfolio

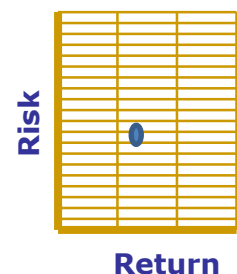
Fund	Asset Class	Fund Code Series A	Mgmt Fee	Fund Code Series I	Mgmt Fee	Weight (%)	Fund Risk	Std Dev
PIE Income	<b>Income</b>	<b>TCG 440</b>	<b>1.80%</b>	<b>TCG 640</b>	<b>0.30%</b>	<b>50.00%</b>	<b>Low</b>	<b>3.402%</b>
PIE Canadian Equity	<b>Equity</b>	<b>TCG 441</b>	<b>1.80%</b>	<b>TCG 641</b>	<b>0.30%</b>	<b>25.00%</b>	<b>Medium</b>	<b>16.596%</b>
PIE US Equity	<b>Equity</b>	<b>TCG 442</b>	<b>1.80%</b>	<b>TCG 642</b>	<b>0.30%</b>	<b>10.00%</b>	<b>Medium</b>	<b>14.009%</b>
PIE International Equity	<b>Equity</b>	<b>TCG 443</b>	<b>1.80%</b>	<b>TCG 643</b>	<b>0.30%</b>	<b>5.00%</b>	<b>Medium</b>	<b>14.232%</b>
PIE Emerging markets Equity	Equity	TCG 444	1.80%	TCG 644	0.30%	0.00%	Medium – High	20.907%
PIE Alternative Strategies	<b>Alternative</b>	<b>TCG 445</b>	<b>1.80%</b>	<b>TCG 645</b>	<b>0.30%</b>	<b>10.00%</b>	<b>Medium</b>	<b>13.498%</b>

### Portfolio Allocation



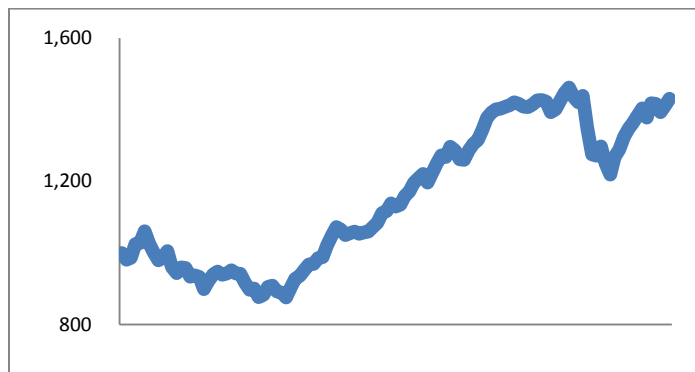
### Portfolio Risk Profile

Objectives	Risk Tolerance		
<b>Safety</b>	0%	Low	25%
<b>Income</b>	0%	Low-Mid	65%
<b>Balanced</b>	95%	Medium	5%
<b>Growth</b>	5%	Mid-High	5%
		High	0%



The PIE Funds are 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. Performance is not guaranteed. Portfolio values change frequently, and past performance may not be repeated.

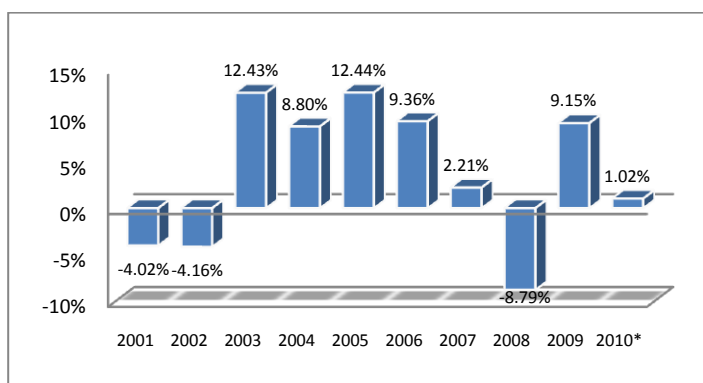
## Benchmark Cumulative Performance



## Benchmark Statistics (10 Year)

Compound Annual Returns	3.65%
Annual Standard Deviation	6.73%
Sharpe Ratio	0.54
Maximum % Up	4.08%
Maximum % Up	-6.19%
Average % Up	1.43%
Average % Down	-1.68%
Number of Up Months	77
Number of Down Months	43

## Benchmark Annual Performance



## Time Horizon – 5+ Years

This portfolio should display average volatility over a five year time horizon. Investors in this model should not intend on making regular withdrawals.

## Real World Balanced Index



Croft Financial Group uses the "Croft RealWorld Indexes" as passive benchmarks. These are three globally diversified index-based portfolios based on the FPX Indexes originally co-developed by Richard Croft.

These indexes are diversified by asset mix and geographic region, and are rebalanced semi-annually. What makes these benchmarks different is that they are investable, and they include a basket of index-based exchange traded funds. The Croft RealWorld Indexes take the process a step further and adjust the FPX Indexes for a 1% management fee, about the average fee paid by Canadian investors for portfolio management.

## Benchmark Characteristics

<b>Unambiguous</b>	The Components are clearly specified
<b>Appropriate or Representative</b>	It is consistent with your portfolio objectives
<b>Measurable</b>	Performance can be established frequently
<b>Current</b>	It is based on marketable securities
<b>Investable</b>	It can be replicated and the components can be purchased separately

## Composition

Gov't of Canada Treasury Bills	10%
Gov't of Canada Laddered Bonds	40%
iShares CDN LargeCap 60 Index Fund	25%
Five country-specific iShares ETFs	15%
S&P 500 Depositary Receipts	5%

## PIE Portfolio Index Evolution

218 Steeles Ave East | Thornhill | ON. | L3T 1A6 | Tel: 416 900 8664 | Toll Free 1 800 755 2916  
E-mail: [info@piefunds.ca](mailto:info@piefunds.ca) | [www.piefunds.ca](http://www.piefunds.ca)