

Fund Data

Inception date:	November 16, 2006
Ticker:	CDD.UN
Units outstanding:	634,758 units
Total Net Asset Value ⁽¹⁾	\$4.23 mm
NAV Per Unit ⁽¹⁾ :	\$6.66
Total Market Capitalization	\$4.16 mm
Market price per unit	\$6.55
Management fee:	1.10% p.a.

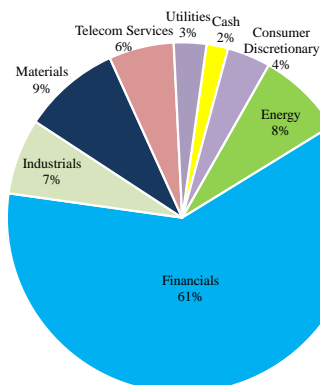
Distributions

Distribution:	6.5% of NAV p.a.
Most recent distribution ⁽²⁾ :	\$0.03597
Distribution frequency:	Monthly
Current yield ⁽³⁾ :	6.6%
Cumulative distributions:	\$5.115571

Top Ten Holdings

National Bank of Canada	8.5%
The Toronto-Dominion Bank	8.3%
The Bank of Nova Scotia	8.2%
AGF Management Limited – Class B	7.3%
Russel Metals Inc.	6.9%
Canadian Imperial Bank of Commerce	6.7%
Royal Bank of Canada	6.6%
Manulife Financial Corporation	6.5%
Teck Resources Limited – Class B	5.8%
BCE Inc.	5.8%

Sector Allocation



Fund Overview

The Fund is a closed-end investment trust designed to provide unitholders with exposure to a blue chip portfolio consisting of fifteen high quality, large capitalization, and dividend paying Canadian companies across multiple industry sectors that have an excellent long term track record of dividend growth and share price appreciation.

Objectives

The fund's investment objectives are:

- to provide Unitholders of the Fund with monthly cash distributions in an amount targeted to be 6.5% per annum on the net asset value ("NAV") of the Fund; and
- to preserve and grow the NAV per Unit.

Rationale

The Fund is appropriate for those investors looking for a diversified Canadian large-capitalization portfolio while earning attractive distributions with lower volatility. The Fund utilizes Strathbridge's proprietary SSO covered call writing strategy to enhance the income generated by the portfolio and to reduce volatility. In addition, the Fund may write cash covered puts options in respect of securities in which it is permitted to invest.

Portfolio Manager Commentary – September 2017

Canadian Stocks continued to trend lower this quarter on most sectors until September when the TSX quickly reversed and approached its year highs. The S&P TSX index was up 3.7 percent on a total return basis in Q3.

The energy sector contributed to the early weakness this quarter with crude prices making new 2017 lows in June. However, the energy complex rebounded later in the quarter and oil traded over U\$50 per barrel again.

The energy sector was the best performing sector this quarter with a total return of 6.6%. Materials were also positive but more muted despite Gold reaching a high for the year at over U\$1350 per ounce in early September.

Commentary cont'd on next page

Notes:
 (1) As at September 30, 2017
 (2) September distribution
 (3) Calculated as most recent distribution annualized divided by closing market price on September 29, 2017

Portfolio Manager Commentary – cont'd

Teck Resources (TECK.b) still managed to be our second best performing equity with a total return of 17.1%. Our best performer was AGF Management Ltd (AGF.b) at 21.4% total return.

Volatility as measured by the S&P TSX VIX index remained in the 13% range for much of the quarter except for a flurry of activity in early September. The Fund averaged 2.2% overwriten in the quarter, lower than the previous quarter at 5.6%.

This quarter the Fund delivered a total return of 2.4 percent compared to 3.9 percent for the TSX 60 Index. The trading price on September 29, 2017 was \$6.55 up \$0.05 from the June 30, 2017 trading price of \$6.50. The September 29 trading price of \$6.55 represents a discount to NAV of \$0.11 per unit or 1.7 percent of the \$6.66 NAV.

Manager

- ✓ Strathbridge Asset Management Inc., experienced issuer with 10 listed closed-end funds
- ✓ One of Canada's most experienced option strategy managers, with over 20 years of investment management experience in Canada
- ✓ Proprietary selective call writing strategy utilized to enhance income generated from the portfolio and reduce volatility

Forward Looking Information and Disclaimer

This document may contain certain forward-looking statements. These statements may relate to future events or future performance and reflect management's current expectations. Such forward-looking statements reflect management's current beliefs and are based on information currently available to management. Although the forward-looking statements are based upon what management believes to be reasonable assumptions, there can be no assurance that actual results will be consistent with these forward-looking statements. Neither the Funds nor their respective managers assume any obligation to update or revise any forward-looking statement to reflect new events or circumstances. Actual results may differ materially from any forward-looking statement. Historical results and trends should not be taken as indicative of future operations. The Fund is not guaranteed, its value changes frequently and past performance may not be repeated. Unless otherwise indicated and except for returns for period less than one year, the indicated rates of return are the historical annual compounded total returns including changes in security value. All performance data take into account distributions or dividends paid to unitholders but do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns.



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