

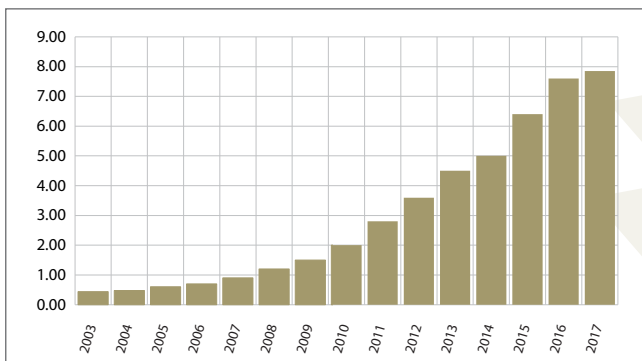
The Antares Balanced Portfolio focuses on income-generating investments, including high quality companies with a proven capability of paying recurring and growing dividends, high quality bonds, and real estate. It aims to produce dependable income with potential for growth of that income and appreciation of capital.

**MANAGER COMMENTARY**

Free trade and tariffs have been on the minds of investors lately. We are following these developments as they relate to individual companies, but we recognize that the outcomes from political and economic scenarios are unknowable and cannot be predicted accurately. We focus our research on what we consider to be higher-probability outcomes: in simple terms, great businesses generate value in a world that is always changing. Our task is to find quality companies that produce consistent cash flow, manage their debt levels prudently and can build a sustainable competitive advantage despite a disruptive environment.

During the quarter, we purchased a stake in a new company for your portfolio. Novo Nordisk ("NVO") is a Denmark-headquartered pharmaceutical company with 47% global market share of insulin and 37% market share of obesity drugs. Because these medical conditions are becoming more widespread, we believe the company's sales are likely to rise for the foreseeable future. NVO's dominant market share is due to its commitment to research and development coupled with patent protection. This bodes well for continued annual dividend increases, building on the company's track record of 20 consecutive years. NVO carries no long-term debt, which gives it options to both play offence (invest in growth opportunities) and defense (skate through a downturn). To fund the purchase, we sold your ownership stake in AT&T as our analysis indicates NVO has a better long-term outlook and a much stronger balance sheet.

**Novo Nordisk - Annual Dividends Per Share (in Danish Krone)**



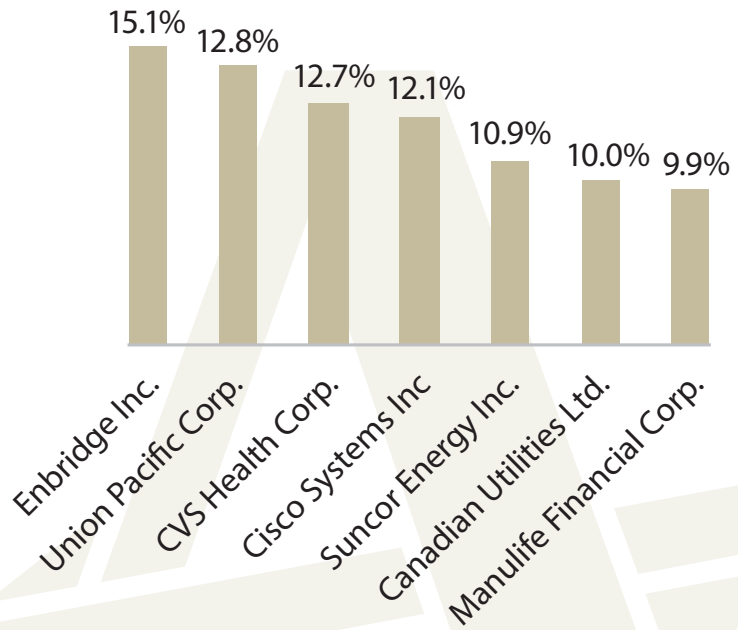
Source: Capital IQ.

Continued next page

**DIVIDEND REPORT - AS AT JUNE 30, 2018**

- 20 Equity Holdings
- 18 Dividend Increases Last 12 Months
- 3.6% Dividend Yield
- 7.3% Dividend Growth Rate Last 12 Months
- 9.4% Dividend Growth Rate Last 5 Years

**NOTEWORTHY DIVIDEND INCREASES - LAST 12 MONTHS**



**PORTFOLIO CHANGES**

- ▲ Novo Nordisk A/S
- ▲ Enbridge Inc.
- ▲ Suncor Energy Inc.
- ▼ AT&T Inc.
- ▼ The Bank of Nova Scotia
- ▼ Vodafone Group Plc

**MANAGER COMMENTARY (CONTINUED)**

Your company Suncor Energy (SU) stands out for its ability to raise its per share value, a rarity in the oil patch. Despite the low oil price environment since 2014, the shares have held their value and come out ahead of competitors thanks to a strong balance sheet coupled with consistently excellent execution that drives down operating costs per barrel produced. Given its competitively-advantaged financial position, the company is investing heavily in new technologies that will allow it to further improve reliability, productivity and cost control while reducing disruption to the natural environment. As owners you benefit from the company's shareholder-friendly practices. Suncor has raised its dividend at an annualized rate of 19% over the past 15 years, a positive outlier in the energy industry.

**Your Portfolio Management Team**

**INVESTMENT TEAM**

**Gerry Bettig, CFA President & Chief Investment Officer**

With over 20 years of experience in the investment industry, Gerry leads the portfolio management team as Chief Investment Officer. Gerry founded Antares Investment Management in 2004.

**Alec MacIsaac, CFA Portfolio Manager**

Alec has over 20 years of experience in the financial industry. He contributes to Antares in multiple capacities including portfolio management, investment research, and business development.

**Ricardo Melo, CFA Portfolio Manager**

Ricardo has a decade of industry experience. In addition to his portfolio management duties, he conducts in-depth company research and oversees trading at Antares.

**BALANCED PORTFOLIO**

The Antares Balanced Portfolio is available to investors within a Separately Managed Account ("SMA") that holds securities directly, and through the Antares Balanced Pool ("Pool") which is held in the accounts of multiple investors. Data presented refer to the Pool. SMAs are customized and therefore their holdings and weights may diverge from those within the Pool. The Pool's equity allocation will range from 40-80% at the Portfolio Managers' discretion. The Portfolio Managers are opportunistic in their execution of the asset allocation, and will change asset class weights as a function of relative valuations. Sources for the data include: Capital IQ, Bloomberg, NDEX, and Antares calculations. Unless otherwise stated, all data are as at the quarter end.

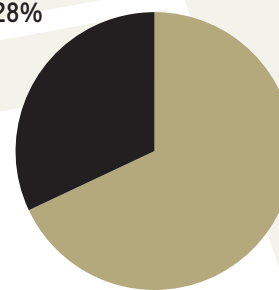
©Antares Investment Management, Inc. 2018. This communication is intended for residents of the provinces in which we are registered and is not meant to be a solicitation to any persons not resident in those provinces. Any opinions expressed in this newsletter are just that, and are not guarantees of any future performance or returns. The report is prepared for general informational purposes only and the securities mentioned in this report should not be construed as a recommendation for any specific securities.

**PORTFOLIO HOLDINGS & SECTOR WEIGHTS**

	DIVIDEND YIELD	5YR DIVIDEND GROWTH RATE
<b>FINANCIALS</b>	<b>17.3%</b>	
Fairfax Financial Holdings Limited	1.8%	N/A
Great-West Lifeco Inc.	4.8%	3.9%
Manulife Financial Corporation	3.7%	9.9%
Royal Bank of Canada	3.8%	8.6%
Sun Life Financial Inc.	3.6%	4.3%
The Bank of Nova Scotia	4.4%	6.7%
<b>HEALTHCARE</b>	<b>8.4%</b>	
Johnson & Johnson	3.0%	6.6%
Novartis AG	3.7%	2.7%
Novo Nordisk A/S	2.7%	16.9%
<b>INFORMATION TECHNOLOGY</b>	<b>6.1%</b>	
Cisco Systems, Inc.	3.1%	17.8%
Microsoft Corporation	1.7%	13.1%
<b>ENERGY</b>	<b>6.6%</b>	
Suncor Energy Inc.	2.7%	20.5%
Enbridge Inc.	5.7%	16.6%
<b>INDUSTRIALS</b>	<b>6.1%</b>	
Siemens Aktiengesellschaft	3.3%	4.3%
Union Pacific Corporation	2.1%	15.1%
<b>CONSUMER STAPLES</b>	<b>5.1%</b>	
The Coca-Cola Company	3.6%	7.5%
CVS Health Corporation	3.1%	22.9%
<b>TELECOMMUNICATIONS</b>	<b>4.8%</b>	
Shaw Communications Inc.	4.4%	3.6%
Vodafone Group Plc	7.2%	N/A
<b>UTILITIES</b>	<b>2.9%</b>	
Canadian Utilities Limited	4.7%	10.1%
<b>REAL ESTATE</b>	<b>3.1%</b>	
<b>FIXED INCOME &amp; CASH</b>	<b>39.6%</b>	

**GEOGRAPHIC ALLOCATION**

INTERNATIONAL 28%



CANADA 72%