

**PORTFOLIO PHILOSOPHY - OWN TANGIBLE ASSETS**

The Antares Real Estate Pool invests directly in tangible real estate assets, which include different privately-owned property types in multiple locations. The investment goals are to provide a diversified base from which to generate current income and build wealth over a multi-year time frame. The Pool offers private investors with the opportunity to invest in an asset class that is typically reserved for large institutional investors such as pensions and endowments.

The benefits of commercial and residential real estate can include:

- Rising income stream
- Capital appreciation
- Improved portfolio diversification
- Low correlation with stock markets

**INVESTOR OBJECTIVE - STABILITY & INCOME**

The Antares Real Estate Pool is appropriate for the investor who wants experienced professionals to invest on their behalf in private real estate. Typically, this investor already holds a portfolio of publicly-traded securities, such as equities and bonds, and is looking to complement that via an investment in real estate. The investor should have a multi-year time horizon with no requirement for liquidity from this part of their portfolio.

**COMMENTARY FOR Q2 2018**

A Canadian multi-residential property held within the pool recently received an independent appraisal which resulted in the net asset value increasing by 12.0% compared to the prior year, as at June 29, 2018. We are in the early stages of shifting capital within the pool, which now holds a higher than normal cash balance that we expect to be temporary. Property values have increased and, as some of the U.S. assets are sold, we believe the timing is good to retain the profits on your behalf rather than re-invest with the manager that oversees those assets. We intend to redeploy capital, likely in Canada, and are examining opportunities. In the meantime, the portfolio remains diversified across property types and geographic regions, still with a U.S. emphasis. Despite rising interest rates, we have not seen any meaningful impact on property prices. This is expected and the reason we believe that privately-held real estate can act as an effective hedge to stock market volatility. Real estate cycles tend to fluctuate less with interest rate levels and more so with access to capital, which is not an issue in the still-humming North American economy.

**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.

**Dan Burton, D.R. Burton & Associates, Sub-advisor to Antares Investment Management, Inc.**

With more than 35 years of experience, Dan is a seasoned professional in real estate advisory and investment services. Dan uses his extensive industry knowledge and experience to provide insight into the buying and selling of real estate properties.

**Alec MacIsaac, CFA Portfolio Manager**

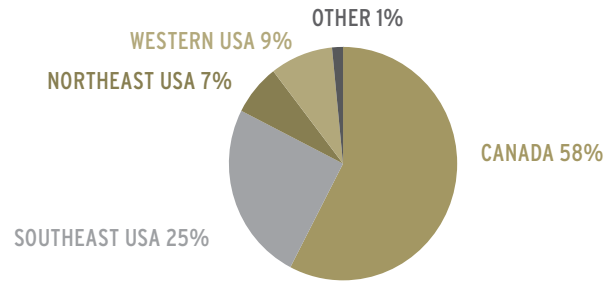
Alec has over 20 years of experience in the financial industry. He contributes to Antares in multiple capacities including portfolio management, investment research, and business development.

**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.

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**GEOGRAPHIC ALLOCATION**



**ALLOCATION BY PROPERTY TYPE**

