

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

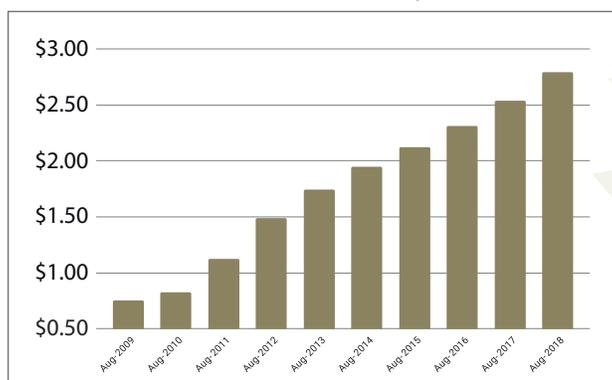
The companies that we seek to own have three things in common:

1. Manageable debt - offers protection against adverse developments such as a recession or rising interest rates;
2. Consistent profits - provides evidence of a competitively advantaged business that can raise dividends and increase in value;
3. Reasonable valuation - protects from permanent impairment of capital and allows for capital growth as the business becomes more valuable.

With these criteria in mind, we recently purchased an ownership stake in Accenture PLC (ACN), a global firm that is headquartered in Ireland. ACN provides consulting, technology and outsourcing services to a “who’s who” list of customers that includes 80% of the Fortune Global 500 companies (Source: *Morningstar*). These customers are looking for help to efficiently manage, store and protect their data in the cloud, a trend we see as having long-term tailwinds and significant growth. Accenture’s culture of innovation, strong relationships with its clients and vendors such as Microsoft and Amazon Web Services, separates it from the competition. These relationships tend to have high switching costs, which means business is sticky.

The results can be seen in the numbers. ACN has virtually no debt and over \$4 billion in cash, a nice stash for opportunities that may arise. The company has grown its dividend at an annualized rate of 18.8% over the

Accenture PLC - Historic Dividend per Share (USD)



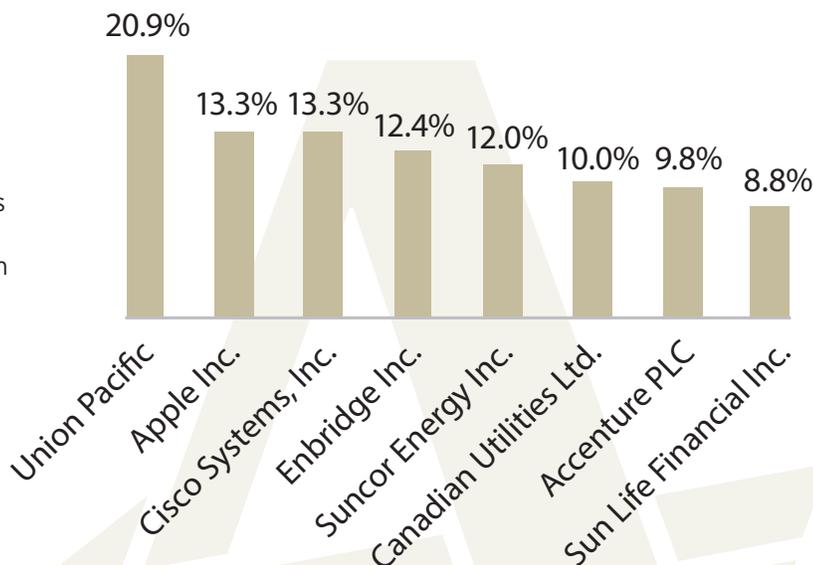
Source: S&P Capital IQ

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DIVIDEND REPORT - AS AT DEC 31, 2018

- 22 Equity Holdings
- 20 Dividend Increases Last 12 Months
- 3.8% Dividend Yield
- 8.0% Dividend Growth Rate Last 12 Months
- 9.6% Dividend Growth Rate Last 5 Years

NOTEWORTHY DIVIDEND INCREASES - LAST 12 MONTHS



PORTFOLIO CHANGES

- ▲ Apple Inc.
- ▲ Accenture Plc
- ▲ Manulife Financial Corp.
- ▼ Siemens A/G
- ▼ Shaw Communications Inc.

MANAGER COMMENTARY (CONTINUED)

past 10 years, as shown in the chart. Returns on capital, an indication of a company's profitability, are consistently high.

We sold part of your ownership stake in Shaw Communications during the quarter, and subsequently sold out completely in January, 2019. We believe the company's risk/reward profile is incrementally worse. Customer habits are changing, with many new households choosing to forego a telephone landline and cable television. In addition, Shaw requires significant capital investments to improve its wireless offering. This will add to its debt and we are concerned it will likely preclude dividend growth.

With choppy market conditions, we are actively looking for investment opportunities. As always, we will continue to follow our process (see 1-3 on previous page), and clients can be assured that any investment decisions are made after careful deliberation and a view to creating long-term value.

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.

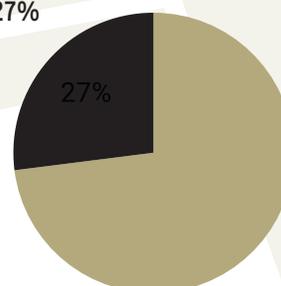
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PORTFOLIO HOLDINGS & SECTOR WEIGHTS

	DIVIDEND YIELD	5YR DIVIDEND GROWTH RATE
FINANCIALS	16.9%	
The Bank of Nova Scotia	5.0%	6.5%
Fairfax Financial Holdings Limited	2.3%	N/A
Great-West Lifeco Inc.	5.5%	4.5%
Manulife Financial Corporation	5.2%	10.7%
Royal Bank of Canada	4.2%	8.3%
Sun Life Financial Inc.	4.4%	5.3%
HEALTHCARE	9.6%	
Johnson & Johnson	2.8%	6.5%
Novartis AG	3.3%	2.7%
Novo Nordisk A/S	2.6%	16.9%
INFORMATION TECHNOLOGY	8.0%	
Apple Inc.	1.9%	10.6%
Accenture Plc	2.1%	9.9%
Cisco Systems, Inc.	3.0%	14.5%
Microsoft Corporation	1.8%	12.1%
ENERGY	7.3%	
Enbridge Inc.	7.0%	16.4%
PrairieSky Royalty Ltd.	4.4%	N/A
Suncor Energy Inc.	3.8%	16.2%
CONSUMER STAPLES	5.6%	
The Coca-Cola Company	3.3%	7.1%
CVS Health Corporation	3.1%	19.0%
UTILITIES	3.0%	
Canadian Utilities Limited	5.0%	10.1%
INDUSTRIALS	3.0%	
Union Pacific Corporation	2.3%	15.4%
TELECOMMUNICATIONS	2.4%	
Shaw Communications Inc.	4.8%	3.6%
Vodafone Group Plc	8.9%	N/A
REAL ESTATE	1.8%	
FIXED INCOME & CASH	42.4%	

GEOGRAPHIC ALLOCATION

INTERNATIONAL 27%



CANADA 73%