

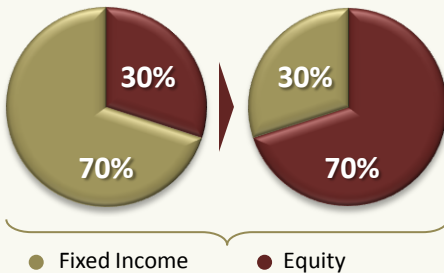
Privateer

ETF BASED INVESTMENT COUNSEL



GLOBAL BALANCED PORTFOLIO OVERVIEW

ASSET ALLOCATION RANGE



STRATEGIES APPLIED

Sector Rotation	✓	Asset Class Rotation	✓
Dynamic Currency Hedging	✗	Leverage (limited)	✗
Long Exposure	✓	Bear ETF Exposure	✗
Yield Curve (Duration) Management	✓	Bear ETN Exposure (up to)	10%
Total Return Focus	✓	All ETF Approach	✓

SECTOR RANGES

Global Equity	Max
Canada	35%
US	35%
EAFE	35%
Emerging Markets	10%
Financials	21%
Energy	13%
Technology	13%
Health Care	11%
Industrials	10%
Consumer Staples	10%
Consumer Discr.	10%
Materials	7%
Telecom	6%
Utilities	5%

Commodities	Max
Gold	10%

Fixed-Income	Max
Money Market	100%
US Bonds	50%
Canadian Bonds	50%
International Bonds	50%
Mortgage Bonds	25%
Corporate Bonds	50%
Inflation Index Bonds	50%
High Yield Bonds	10%
Bear ETN Exposure	10%

STRATEGY OVERVIEW

The Global Balanced Portfolio is an actively managed 100% ETF-based mandate designed to generate long term growth while helping to preserve capital during adverse market conditions. Tactical market opportunities are pursued across all geographical regions and sectors of the economy, including equities, commodities, and fixed-income. The balanced portfolio begins with a 50%/50% equity/bond exposure. We apply active management techniques to help optimize return by actively shifting asset allocation between stocks, bonds and cash, and by overweighting the sectors and geographical regions that are expected to outperform a "buy-and-hold" indexing strategy.

The portfolio can hold up to a maximum of 70% of its equity exposure in either the Canadian or US dollar, and can also hold up to 100% Canadian cash for short periods of time if there are no suitable investments to hold based on ETFCM risk models. Short positions are not used in the balanced portfolio, but cash and up to 70% bonds are used to preserve capital in adverse equity market environments.

The Global Balanced Portfolio is suitable for medium to long-term investors who are looking for a more dynamic and active approach, with participation in a broad range of investment tactics that aim to capture many of the lucrative ETF opportunities around the World. Exposure to equities is included to help enhance returns but may involve slightly higher risk and volatility, especially in the short term. The strategy is eligible to be held in registered accounts (RRSP, RESP, RIF, LIF, etc). The Balanced Portfolio is benchmarked to 50% of the MSCI World Equity Index, 25% of the Barclay's US Aggregate bond index, and 25% of the S&P TSX Canadian bond index.