

CLLAS
CANADIAN LAWYERS LIABILITY
ASSURANCE SOCIETY

INVESTMENT REPORT
MARCH 31, 2017

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COMMENTARY FOR THE QUARTER ENDING MARCH 31, 2017

Review of Market Yields

Bond yields moved in an erratic sideways pattern during the first quarter. After setting their highest levels early in March, yields trended lower for the balance of the period and closed the quarter near the low end of their three-month trading range. Over the quarter there was little net change across the entire curve, with the 3-Month treasury yield up just 6 basis points, while the 5-year yield stayed practically level. Meanwhile, at the longer end, the 10-year yield was lower by 9 basis points.

As a result of the small uptick in yields at the short end of the curve and the modest decrease at the long end, the yield curve became somewhat flatter. At the end of March, the yield advantage of the 10-year over the Treasury Bill eased to 111 basis points, compared to 126 basis points at the end of December.

	Jan. 1/95	Sep. 30/16	Dec. 31/16	Mar. 31 17
3-Month Treasury Bills	6.80%	0.53%	0.46%	0.52%
5-year Canadas	8.99%	0.62%	1.11%	1.12%
10-year Canadas	9.09%	1.00%	1.72%	1.63%

During the quarter, in the Short Term Investment Fund, activity involved the roll-over of money market securities.

There was no activity in the Long Term Investment Fund.

During the first quarter, the market value of the Long Term Investment Fund holdings increased by \$16,599, which represents a capital increase of 0.3%.

At March 31, 2017, the average term to maturity of the Long Term Investment Fund stood at 4.3 years.

The table below shows the distribution of the assets held in both the Short and Long Term Investment Funds at March 31.

<i>Distribution at March 31, 2017</i>	<i>Valuation</i>	<i>%</i>
Short Term Investment Fund	\$11,650,345	69.3%
Long Term Investment Fund	5,166,909	30.7%
TOTAL COMBINED VALUATION	\$16,817,255	100.0%

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The following pages set out tables, commentary and schedules on the items listed below:

- Total Returns vs. Benchmarks - Gross and Net of Fees
- Distribution of Securities in the Long Term Investment Fund
by Credit Risk and by Maturity
- Compliance Statement
- Quarterly Performance Report - Gross of Fees: Long Term Investment Fund
- Bond Market Commentary and Future Policy
- Security Holdings in the Short and Long Term Investment Funds
Listed and Valued Separately as at March 31, 2017
- Security Purchases and Sales
- Cash Reconciliations
- External Individual Credit Rating Report

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LONG TERM INVESTMENT FUND

TIME-WEIGHTED RATES OF TOTAL RETURN FOR PERIODS ENDING MARCH 31, 2017

	3 Years*	2 Years*	1 Year	Last 3 months
<i>Long Term Investment Fund – Gross of Fees</i>	<i>2.83%</i>	<i>1.30%</i>	<i>1.03%</i>	<i>0.91%</i>
<i>Long Term Investment Fund – Net of Fees</i>	<i>2.54%</i>	<i>1.02%</i>	<i>0.75%</i>	<i>0.84%</i>
Benchmark Portfolio **	3.09%	1.45%	1.39%	0.99%

* Annualized

** The Benchmark Portfolio is based on the sum of the following total return indices:
60% Canada Short Bond Index
40% Canada Mid Bond Index

SHORT TERM INVESTMENT FUND

TIME-WEIGHTED RATES OF TOTAL RETURN FOR PERIODS ENDING MARCH 31, 2017

	Since Inception Oct. 1/08 *	3 Years*	2 Years *	1 Year	Last 3 Months
<i>Short Term Investment Fund – Gross of Fees</i>	<i>0.77%</i>	<i>0.65%</i>	<i>0.54%</i>	<i>0.59%</i>	<i>0.14%</i>
<i>Short Term Investment Fund – Net of Fees</i>	<i>0.64%</i>	<i>0.55%</i>	<i>0.44%</i>	<i>0.47%</i>	<i>0.11%</i>
Benchmark Portfolio **	0.72%	0.62%	0.48%	0.48%	0.13%

* Annualized

** The Benchmark Portfolio, adopted from October 1, 2008, is based 100% on the total return index of the 30-day Treasury Bill Index

CLLAS**LONG TERM INVESTMENT FUND****DISTRIBUTION OF SECURITIES BY CREDIT RISK**
(Based on Market Values)

	Dec. 17/13	Jun. 30/16	Sep. 30/16	Dec. 31/16	Mar. 31/17
Bonds, Treasury Bills & Cash Less than 1 year term	100.0%	16.6%	21.2%	10.4%	14.2%
Canadas Greater than 1 year term		19.6%	19.2%	23.8%	23.8%
Provincials Greater than 1 year term		31.3%	31.6%	31.9%	32.0%
Corporates Greater than 1 year term		32.5%	28.0%	33.9%	30.0%
TOTAL PORTFOLIO	100.0%	100.0%	100.0%	100.0%	100.0%

LONG TERM INVESTMENT FUND**DISTRIBUTION OF SECURITIES BY MATURITY**
(Based on Market Values)

	Jun. 30/16	Sep. 30/16	Dec. 31/16	Mar. 31/17
Under 1 year	16.6%	21.2%	10.4%	14.2%
1 - 3 years	33.4%	26.2%	24.7%	20.7%
3 - 5 years	20.7%	16.2%	20.4%	28.2%
5 - 7 years	19.3%	23.4%	24.0%	16.3%
7 - 10 years	10.0%	13.0%	20.5%	20.6%
TOTAL	100.0%	100.0%	100.0%	100.0%
Average Maturity (yrs)	3.47	3.91	4.55	4.31
Average Duration (yrs)	3.23	3.61	4.19	3.97

SHORT TERM INVESTMENT FUND

	Jun. 30/16	Sep. 30/16	Dec. 31/16	Mar. 31/17
Short Term Average Duration (yrs)	0.14	0.08	0.07	0.10

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COMPLIANCE WITH INVESTMENT POLICY STATEMENT

AT MARCH 31, 2017

	Investment Limits	Investment Funds	Compliance
<i>Short Term Investment Fund</i>			
Maximum Term of Any Issue	1 year	0.2 years	Yes
Minimum Percentage of Total Fund (Short & Long)	40% of Total	69.3%	Yes
Minimum Canada & Provincial Percentage	50%	51.7%	Yes
Minimum Provincial Quality	A	N/A	Yes
Minimum Bank CD & BA Quality	R1 (high)	R1 (high)	Yes
<i>Long Term Investment Fund</i>			
Maximum Term of Any Issue	10 years	9.2 years	Yes
Maximum Percentage of Total Fund (Short & Long)	60% of Total	30.7%	Yes
Minimum Canada Percentage	20%	23.8%	Yes
Maximum Provincial Percentage	40%	38.4%	Yes
Minimum Canada & Provincial Percentage	60%	62.2%	Yes
Minimum Provincial Quality *	A	AA (low)	Yes
Maximum Corporate Percentage	40%	37.8%	Yes
Minimum Corporate Quality *	A	AA	Yes

** At time of purchase*

This will confirm that during the first quarter the Long Term Investment Fund was managed in compliance with the Investment Policy limits provided on December 3, 2013.

Similarly, during the same period the Short Term Fund remained in compliance with the Investment Policy Statement that became effective on May 5, 2012.

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PERFORMANCE REPORT
GROSS OF FEES
CLLAS - LONG TERM INVESTMENT FUND
(RBC Investor Services)
From 12-31-16 to 03-31-17

Portfolio Value on 12-31-16	5,150,310
Accrued Interest	21,122
Contributions	0
Withdrawals	-23,499
Realized Gains	0
Unrealized Gains	16,599
Interest	23,499
Dividends	0
Change in Accrued Interest	7,132
Portfolio Value on 03-31-17	5,166,909
Accrued Interest	28,254
Average Capital	5,162,545
Total Gain before Fees	47,230
IRR for 0.25 Years	0.91%

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BOND MARKET COMMENTARY AND FUTURE POLICY

Following a sharp upward shift in North American bond yields during the final two months of 2016 in the wake of the U.S. election, yields settled into an erratic sideways pattern until mid-March. Since then, yields have moved steadily lower and 10-year government yields in both Canada and the U.S. have retraced about half of the sharp rise that followed the election. A corresponding shift in investor sentiment has also been evident in the equity markets, where investor enthusiasm has shifted away from the more economically levered cyclical stocks towards more defensive and interest sensitive issues.

During the first quarter, investors faced a variety of crosscurrents on a number of fronts. Chief among these has been a rather chaotic start for the new U.S. administration, which has been unable to deliver on a number of early policy goals. To date, the contrasting mix of policies and actions have had a negative impact on the president's popularity and caused considerable discord within and across party lines. The failure to repeal and replace the Affordable Care Act has fuelled uncertainty surrounding the administration's ability to translate their key economic policy goals into legislative accomplishments. With health care reform stalled, the administration has turned its focus to an overhaul of the tax code, which has been a key policy plank supporting investor optimism. However, expectations for a speedy passage are being dampened as Senate and House Republicans remain divided on significant issues, particularly a new tax on imports, while the White House sends conflicting signals on this and other key tenets of tax reform.

Meanwhile, beneath the political headlines, news on the U.S. economic front has been mixed. On the one hand, the so called "soft" data, which measures consumer and business confidence and market sentiment has remained buoyant, despite the turbulent political backdrop. However, the "hard" data, which gauges underlying economic activity has been uneven. Recently, both consumer and construction spending have fallen short of expectations. Also, the latest employment report proved disappointing, as job gains in March were less than half the monthly increase posted in the two previous months. Despite this weak result, unemployment fell to a post-recession low of 4.5% and wages increased at a 2.7% year-over-year pace, suggesting that an increasingly tight labour market, along with solid wage growth, will bolster consumers' disposable income going forward. With the economy approaching the Federal Reserve's twin goals of full employment and 2% inflation, policy makers have indicated that two more rate hikes are likely this year and officials have also suggested that the Bank will begin shrinking its \$4.5 trillion balance sheet later this year.

On the domestic front, the Canadian economy has shown signs of improvement lately, with higher-than-expected gains in consumption, retail sales and employment. Based on the latest GDP results, which cover January, aggregate growth has been rising at a 4% annualized rate over the past six months and first quarter growth is on pace to reach 3%, compared to the consensus forecast of around 1-1/2% south of the border. Employment growth has been a particular bright spot, with gains in March well above the most optimistic forecasts, fuelled in part by manufacturing and a surge in housing starts. Yet, the year-over-year increase in wages fell to 1.1%, the slowest increase since the 1990s and the unemployment rate edged up to 6.7%, suggesting that considerable slack remains in the domestic labour market. Furthermore, exports and business investment have been much weaker than expected and the trade balance has deteriorated. Given that the Bank of Canada has keyed on these sectors for confirmation that a higher growth rate is sustainable, along with ongoing concerns surrounding U.S. trade policy, a potential housing correction and extended household debt levels, suggests that the Bank will continue to hold administered rates steady for some time yet.

Turning to Europe, after its economy expanded by 1.7% in 2016, sentiment and survey indicators have been robust during the first quarter of this year. The improvement has been driven by sharp gains in manufacturing business conditions, continued strength in domestic consumption, declining unemployment and accommodative monetary policy. Despite the more promising macro-outlook, growth prospects remain uneven among the individual euro-group members as weaker countries still suffer from stubbornly high levels of debt and youth unemployment. This disparity presents a unique challenge for the European Central Bank (ECB) as it seeks to reduce the volume of its long running asset-purchase program without putting pressure on the fiscal position of these weaker members. That said, any potential tapering from the ECB will likely be gradual and policy is expected to remain stimulative.

Despite the slow start for the U.S. economy, the year-to-date performance of most major and developing economies support forecasts for a modest improvement in global growth this year. However, both the IMF and OECD cite a variety of risks that could derail the projected pick-up in global growth. Chief among these are ongoing political uncertainties, geopolitical risks and a possible rise in protectionism, led by the U.S., which refused to renew a long-standing anti-protectionist pledge at a recent G20 meeting. For now, investors appear to be keying on these issues and the recent downward shift in bond yields likely reflects an increased flow of funds to safe havens, along with growing evidence that the hoped-for rebound in U.S. statistics that measures tangible economic activity has not come through in the first quarter.

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In the near term, we expect bond prices will remain in a lower trading range than the levels that prevailed earlier this year, as the political and economic uncertainties are not expected to be resolved quickly. While it is still early in the Trump presidency, his fluid policy positions and unpredictable nature are likely to persist and keep investors on edge, which will be supportive of bond prices until there is more clarity on the policy front. Looking further ahead, we believe bond yields are most likely to trend gradually higher. The global macro backdrop of synchronized moderate growth and strength in equity markets outside of North America suggests there is underlying economic strength that is unrelated to what may or may not be accomplished by the new U.S. administration. Furthermore, it is noteworthy that the new administration has recently reversed course from some of its more economically disruptive campaign promises and seems to be moving towards a more mainstream economic approach that is less likely to be disruptive to the global expansion. The rising influence of more moderate elements in the White House over the populist wing also suggests that the administration will eventually push through growth-supporting policies. Given these expectations, we believe bond investors should maintain a defensive posture and think the portfolio's current duration of 4 years and laddered maturity structure is appropriate.

RWB/mab
April 25, 2017

As stipulated in our Investment Management Agreement, please let ML&S know if there are major changes in your financial circumstances, income needs or risk tolerance in order for us to review the suitability of your investment objectives.

Martin, Lucas & Seagram Ltd.

CLLAS - SHORT TERM INVESTMENT FUND
(RBC Investor Services)

Portfolio Holdings at March 31, 2017

Quantity	Security	Unit Cost	Price	Market Value	Annual Income
CASH					
	Cash Account			7,769	0
MONEY MARKET ISSUES					
415,000	Bank of Nova Scotia BA .819% due April 5, 2017	99.82	99.99	414,954	3,393
1,125,000	Toronto Dominion Bank BA .819% due April 6, 2017	99.81	99.99	1,124,848	9,197
885,000	FirstBank BA .82% due April 18, 2017	99.88	99.96	884,647	7,248
1,755,000	Canada Treasury Bill .38% due April 20, 2017	99.91	99.98	1,754,586	6,663
610,000	CIBC BA .75% due April 24, 2017	99.83	99.95	609,671	4,567
1,005,000	Canada Treasury Bill .40% due May 4, 2017	99.91	99.96	1,004,555	4,016
1,070,000	Royal Bank BA .749% due May 8, 2017	99.92	99.91	1,069,087	8,008
635,000	CIBC BA .81% due May 15, 2017	99.81	99.90	634,359	5,134
1,485,000	Canada Treasury Bill .45% due May 18, 2017	99.90	99.93	1,483,984	6,676
1,785,000	Canada Treasury Bill .445% due June 1, 2017	99.90	99.91	1,783,363	7,935
880,000	Bank of Nova Scotia BA .768% due June 13, 2017	99.81	99.83	878,522	6,746
				11,642,576	69,582
TOTAL PORTFOLIO				11,650,345	69,582

Disclosures:

1. Please note that the securities listed herein are held on your behalf by the above noted custodian. You may wish to contact them directly to determine if your account is covered by any recognized Investor Protection Plan and/or for information on how these securities are held.
2. The cost of each position shown in the account is the book cost (original cost adjusted for distributions, capital returns and re-orgs). For unit costs marked with an *, the book cost cannot be determined and the value shown is based on the closing market price on July 15, 2015.

Martin, Lucas & Seagram Ltd.
PURCHASE AND SALE
CLLAS - SHORT TERM INVESTMENT FUND
(RBC Investor Services)
From 01-01-17 To 03-31-17

Trade Date	Settle Date	Quantity	Security	Unit Price	Amount
PURCHASES					
01-03-17	01-03-17	635,000	CIBC BA .73% due February 17, 2017	99.91	634,429.14
01-04-17	01-05-17	1,060,000	Bank of Nova Scotia BA .80% due February 3, 2017	99.94	1,059,326.90
01-11-17	01-12-17	1,775,000	Canada Treasury Bill .38% due March 9, 2017	99.94	1,773,965.18
01-12-17	01-13-17	1,125,000	Toronto Dominion Bank BA .819% due April 6, 2017	99.81	1,122,907.50
01-13-17	01-16-17	415,000	Bank of Nova Scotia BA .819% due April 5, 2017	99.82	414,265.45
01-24-17	01-25-17	885,000	Royal Bank BA .799% due February 23, 2017	99.94	884,438.03
01-25-17	01-26-17	1,755,000	Canada Treasury Bill .38% due April 20, 2017	99.91	1,753,466.13
01-31-17	01-31-17	610,000	CIBC BA .75% due April 24, 2017	99.83	608,961.17
02-02-17	02-03-17	500,000	Bank of Nova Scotia BA .829% due March 1, 2017	99.94	499,705.00
02-02-17	02-03-17	560,000	Royal Bank BA .832% due February 28, 2017	99.94	559,680.80
02-08-17	02-09-17	1,005,000	Canada Treasury Bill .40% due May 4, 2017	99.91	1,004,075.40
02-14-17	02-15-17	880,000	FirstBank BA .78% due March 16, 2017	99.94	879,455.28
02-16-17	02-17-17	635,000	CIBC BA .81% due May 15, 2017	99.81	633,776.36
02-22-17	02-23-17	1,485,000	Canada Treasury Bill .45% due May 18, 2017	99.90	1,483,463.03
02-22-17	02-23-17	885,000	FirstBank BA .82% due April 18, 2017	99.88	883,929.15
02-28-17	03-01-17	500,000	Royal Bank BA .75% due March 30, 2017	99.94	499,700.00
02-28-17	02-28-17	560,000	Royal Bank BA .75% due March 30, 2017	99.94	559,652.80
03-08-17	03-09-17	1,785,000	Canada Treasury Bill .445% due June 1, 2017	99.90	1,783,172.16
03-15-17	03-16-17	880,000	Bank of Nova Scotia BA .768% due June 13, 2017	99.81	878,354.40
03-29-17	03-30-17	1,070,000	Royal Bank BA .749% due May 8, 2017	99.92	1,069,144.00
					18,985,867.88

Martin, Lucas & Seagram Ltd.
PURCHASE AND SALE
CLLAS - SHORT TERM INVESTMENT FUND
(RBC Investor Services)
From 01-01-17 To 03-31-17

Trade Date	Settle Date	Quantity	Security	Unit Price	Amount
SALES					
01-03-17	01-03-17	605,000	Royal Bank BA .698% due January 3, 2017	100.00	605,000.00
01-05-17	01-05-17	550,000	Bank of Nova Scotia BA .75% due January 5, 2017	100.00	550,000.00
01-05-17	01-05-17	510,000	Bank of Nova Scotia BA .751% due January 5, 2017	100.00	510,000.00
01-12-17	01-12-17	1,775,000	Canada Treasury Bill .42% due January 12, 2017	100.00	1,775,000.00
01-13-17	01-13-17	1,125,000	Toronto Dominion Bank BA .78% due January 13, 2017	100.00	1,125,000.00
01-16-17	01-16-17	415,000	Royal Bank BA .74% due January 16, 2017	100.00	415,000.00
01-25-17	01-25-17	885,000	CIBC BA .729% due January 25, 2017	100.00	885,000.00
01-26-17	01-26-17	1,755,000	Canada Treasury Bill .41% due January 26, 2017	100.00	1,755,000.00
01-31-17	01-31-17	600,000	CIBC BA .718% due January 31, 2017	100.00	600,000.00
02-03-17	02-03-17	1,060,000	Bank of Nova Scotia BA .80% due February 3, 2017	100.00	1,060,000.00
02-09-17	02-09-17	1,005,000	Canada Treasury Bill .40% due February 9, 2017	100.00	1,005,000.00
02-15-17	02-15-17	880,000	FirstBank BA .718% due February 15, 2017	100.00	880,000.00
02-17-17	02-17-17	635,000	CIBC BA .73% due February 17, 2017	100.00	635,000.00
02-23-17	02-23-17	1,485,000	Canada Treasury Bill .45% due February 23, 2017	100.00	1,485,000.00
02-23-17	02-23-17	885,000	Royal Bank BA .799% due February 23, 2017	100.00	885,000.00
02-28-17	02-28-17	560,000	Royal Bank BA .832% due February 28, 2017	100.00	560,000.00
03-01-17	03-01-17	500,000	Bank of Nova Scotia BA .829% due March 1, 2017	100.00	500,000.00
03-09-17	03-09-17	1,775,000	Canada Treasury Bill .38% due March 9, 2017	100.00	1,775,000.00
03-16-17	03-16-17	880,000	FirstBank BA .78% due March 16, 2017	100.00	880,000.00
03-30-17	03-30-17	500,000	Royal Bank BA .75% due March 30, 2017	100.00	500,000.00
03-30-17	03-30-17	560,000	Royal Bank BA .75% due March 30, 2017	100.00	560,000.00
					18,945,000.00

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Martin, Lucas & Seagram Ltd.
CASH RECONCILIATION
CLLAS - SHORT TERM INVESTMENT FUND
(RBC Investor Services)
From 01-01-17 to 03-31-17

Cash Balance at January 1, 2017		36,689.13
ADD: Proceeds from Sales	18,945,000.00	
Bond Interest Credited (from Long Term Investment Fund)	<u>23,499.25</u>	<u>18,968,499.25</u>
		19,005,188.38
LESS: Cost of Purchases	18,985,867.88	
Investment Counsel Fees - Short Term Investment Fund	3,283.16	
Investment Counsel Fees - Long Term Investment Fund	3,637.40	
Trust Company Charges	<u>4,630.78</u>	<u>18,997,419.22</u>
Cash Balance at March 31, 2017		<u>7,769.16</u>

Martin, Lucas & Seagram Ltd.

EXTERNAL INDIVIDUAL CREDIT RATING REPORT - MARCH 31, 2017

CLLAS - SHORT TERM INVESTMENT FUND

				Unit	Total		Market	Pct.
Quantity	Security		Rating	Cost	Cost	Price	Value	Assets
CASH								
	Cash Account				7,769		7,769	0.1
MONEY MARKET ISSUES								
415,000	Bank of Nova Scotia BA .819%	due April 5, 2017	R-1 (high)	99.82	414,265	99.99	414,954	3.6
1,125,000	Toronto Dominion Bank BA .819%	due April 6, 2017	R-1 (high)	99.81	1,122,908	99.99	1,124,848	9.7
885,000	FirstBank BA .82%	due April 18, 2017	R-1 (high)	99.88	883,929	99.96	884,647	7.6
1,755,000	Canada Treasury Bill .38%	due April 20, 2017	R-1 (high)	99.91	1,753,466	99.98	1,754,586	15.1
610,000	CIBC BA .75%	due April 24, 2017	R-1 (high)	99.83	608,961	99.95	609,671	5.2
1,005,000	Canada Treasury Bill .40%	due May 4, 2017	R-1 (high)	99.91	1,004,075	99.96	1,004,555	8.6
1,070,000	Royal Bank BA .749%	due May 8, 2017	R-1 (high)	99.92	1,069,144	99.91	1,069,087	9.2
635,000	CIBC BA .81%	due May 15, 2017	R-1 (high)	99.81	633,776	99.90	634,359	5.4
1,485,000	Canada Treasury Bill .45%	due May 18, 2017	R-1 (high)	99.90	1,483,463	99.93	1,483,984	12.7
1,785,000	Canada Treasury Bill .445%	due June 1, 2017	R-1 (high)	99.90	1,783,172	99.91	1,783,363	15.3
880,000	Bank of Nova Scotia BA .768%	due June 13, 2017	R-1 (high)	99.81	878,354	99.83	878,522	7.5
					11,635,515		11,642,576	99.9
TOTAL PORTFOLIO					11,643,284		11,650,345	100.0

Martin, Lucas & Seagram Ltd.

CLLAS - LONG TERM INVESTMENT FUND
(RBC Investor Services)

Portfolio Holdings at March 31, 2017

Quantity	Security	Unit Cost	Price	Market Value	Annual Income
GOVERNMENT BONDS					
250,000	Canada Housing Trust 1.75% due June 15, 2018	100.11	101.18	252,940	4,375
250,000	Canada Housing Trust 1.95% due June 15, 2019	100.10	102.12	255,290	4,875
200,000	Canada Housing Trust 2.4% Series 48 due December 15, 2022	100.37	104.00	208,004	4,800
200,000	Canada Housing Trust 2.35% due September 15, 2023	105.62	103.51	207,028	4,700
300,000	Canada Housing Trust Ser. 70 2.25% due December 15, 2025	100.98	101.45	304,353	6,750
				<hr/> 1,227,615	<hr/> 25,500
PROVINCIAL BONDS					
330,000	Ontario 1.90% due September 8, 2017	100.18	100.53	331,736	6,270
350,000	Ontario 2.1% due September 8, 2018	99.57	101.70	355,950	7,350
250,000	British Columbia 3.25% due December 18, 2021	102.30	107.53	268,833	8,125
250,000	Ontario 3.15% due June 2, 2022	99.04	106.87	267,173	7,875
400,000	Ontario 2.60% due June 2, 2025	101.08	102.51	410,028	10,400
350,000	British Columbia 2.3% due June 18, 2026	104.40	99.99	349,948	8,050
				<hr/> 1,983,666	<hr/> 48,070
CORPORATE BONDS					
200,000	Toronto Dominion Bank Dep. Note 2.433% due August 15, 2017	100.73	100.55	201,100	4,866
200,000	Royal Bank Dep. Note 2.26% due March 12, 2018	99.28	101.03	202,064	4,520
200,000	Wells Fargo Canada 2.944% due July 25, 2019	100.02	103.36	206,718	5,888
300,000	Bank of Montreal 2.84% due June 4, 2020	101.77	103.98	311,931	8,520
250,000	Toronto Dominion Bank Dep. Note 2.563% due June 24, 2020	104.57	103.21	258,013	6,408
200,000	Bank of Montreal 3.4% due April 23, 2021	100.65	106.43	212,866	6,800

Martin, Lucas & Seagram Ltd.

CLLAS - LONG TERM INVESTMENT FUND
(RBC Investor Services)

Portfolio Holdings at March 31, 2017

Quantity	Security	Unit Cost	Price	Market Value	Annual Income
150,000	Royal Bank 1.968% due March 2, 2022	100.05	100.31	150,471	2,952
250,000	National Bank of Canada 2.105% due March 18, 2022	102.04	100.96	252,405	5,263
150,000	Wells Fargo 3.46% due January 24, 2023	102.36	106.71	160,061	5,190
				<hr/> 1,955,628	<hr/> 50,406
TOTAL PORTFOLIO				5,166,909	123,976

Disclosures:

1. Please note that the securities listed herein are held on your behalf by the above noted custodian. You may wish to contact them directly to determine if your account is covered by any recognized Investor Protection Plan and/or for information on how these securities are held.
2. The cost of each position shown in the account is the book cost (original cost adjusted for distributions, capital returns and re-orgs). For unit costs marked with an *, the book cost cannot be determined and the value shown is based on the closing market price on July 15, 2015.

Martin, Lucas & Seagram Ltd.
PURCHASE AND SALE
CLLAS - LONG TERM INVESTMENT FUND
(RBC Investor Services)
From 01-01-17 To 03-31-17

Trade Date	Settle Date	Quantity	Security	Unit Price	Amount
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No transactions were found!

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Martin, Lucas & Seagram Ltd.
CASH RECONCILIATION
CLLAS - LONG TERM INVESTMENT FUND
From 01-01-17 to 03-31-17

Cash Balance at January 1, 2017	0.00
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Cash Balance at March 31, 2017	0.00
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Martin, Lucas & Seagram Ltd.

EXTERNAL INDIVIDUAL CREDIT RATING REPORT - MARCH 31, 2017

CLLAS - LONG TERM INVESTMENT FUND

				Unit	Total		Market	Pct.
Quantity	Security		Rating	Cost	Cost	Price	Value	Assets
GOVERNMENT BONDS								
250,000	Canada Housing Trust 1.75%	due June 15, 2018	AAA	100.11	250,275	101.18	252,940	4.9
250,000	Canada Housing Trust 1.95%	due June 15, 2019	AAA	100.10	250,238	102.12	255,290	4.9
200,000	Canada Housing Trust 2.4% Series 48	due December 15, 2022	AAA	100.37	200,740	104.00	208,004	4.0
200,000	Canada Housing Trust 2.35%	due September 15, 2023	AAA	105.62	211,240	103.51	207,028	4.0
300,000	Canada Housing Trust Ser. 70 2.25%	due December 15, 2025	AAA	100.98	302,940	101.45	304,353	5.9
					1,215,433		1,227,615	23.8
PROVINCIAL BONDS								
330,000	Ontario 1.90%	due September 8, 2017	AA (low)	100.18	330,594	100.53	331,736	6.4
350,000	Ontario 2.1%	due September 8, 2018	AA (low)	99.57	348,495	101.70	355,950	6.9
250,000	British Columbia 3.25%	due December 18, 2021	AA (high)	102.30	255,750	107.53	268,833	5.2
250,000	Ontario 3.15%	due June 2, 2022	AA (low)	99.04	247,600	106.87	267,173	5.2
250,000	Ontario 2.60%	due June 2, 2025	AA (low)	100.15	404,305	102.51	410,028	7.9
350,000	British Columbia 2.3%	due June 18, 2026	AA (high)	104.40	365,400	99.99	349,948	6.8
					1,952,144		1,983,666	38.4
CORPORATE BONDS								
200,000	Toronto Dominion Bank Dep. Note 2.433%	due August 15, 2017	AA	100.73	201,460	100.55	201,100	3.9
200,000	Royal Bank Dep. Note 2.26%	due March 12, 2018	AA	99.28	198,560	101.03	202,064	3.9
200,000	Wells Fargo Canada 2.944%	due July 25, 2019	AA	100.02	200,040	103.36	206,718	4.0
300,000	Bank of Montreal 2.84%	due June 4, 2020	AA	101.77	305,307	103.98	311,931	6.0
250,000	Toronto Dominion Bank Dep. Note 2.563%	due June 24, 2020	AA	104.57	261,425	103.21	258,013	5.0
200,000	Bank of Montreal 3.4%	due April 23, 2021	AA	100.65	201,300	106.43	212,866	4.1
150,000	Royal Bank 1.968%	due Mar 2, 2022	AA	100.05	150,075	100.31	150,471	2.9
250,000	National Bank of Canada 2.105%	due March 18, 2022	AA (low)	102.04	255,100	100.96	252,405	4.9
150,000	Wells Fargo 3.46%	due January 24, 2023	AA	102.36	153,542	106.71	160,061	3.1
					1,926,809		1,955,628	37.8
TOTAL PORTFOLIO					5,094,385		5,166,908	100.0