



BULLWEALTH
CLEAR. INDEPENDENT. ADVICE.

BULL CAPITAL MANAGEMENT INC.

BW Canadian Hedge Fund Index Report – Q4 2015

"Top Alternative Investment Analysis Firm Canada 2015"



Index Summary

The BULLWEALTH Canadian Hedge Fund Index, and related Sub-Indices, are designed to provide a comprehensive overview of the Canadian hedge fund universe as well as serve as an unbiased research tool for investment industry professionals and academic institutions.

Index Characteristics

Universe	Canadian Hedge Funds
Weighting Method	Equal Weighting
Rebalancing Frequency	Monthly
# of Sub-Indices	9
# of Hedge Funds	155
Index Inception	2003
Manager Geography	Canadian Domiciled

Bloomberg Codes

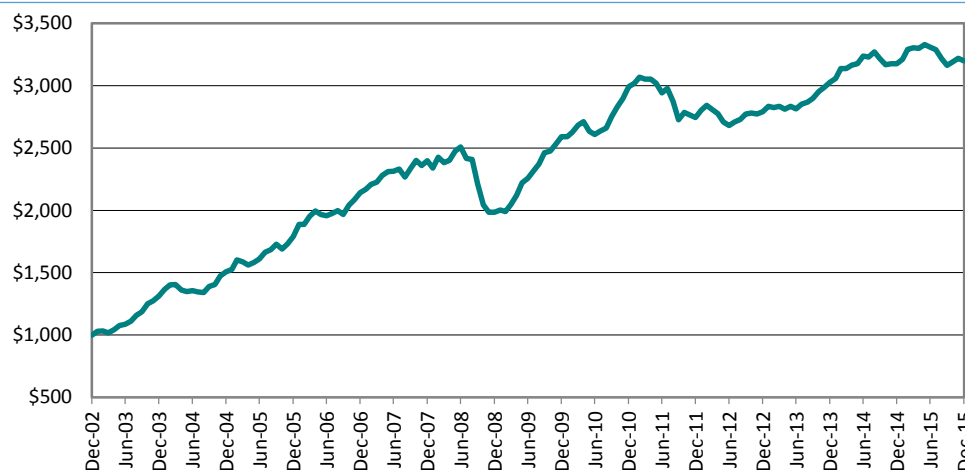
Canadian Hedge Fund Index	BWHFHF1
Canadian Hedge Fund Index Ex- Directional	BWHFHF1D
Multi-Strategy	BWHFMS
Equity Market Neutral	BWHFEMN
Fixed Income Arbitrage	BWHFFI
Event Driven	BWHFED
Equity Long Short	BWHFELS
Equity Hedge (Sub-Index)	BWHFEH
Equity Directional (Sub-Index)	BWHFEDIR
Global Macro	BWHFGM
Managed Futures	BWHFMF

BULLWEALTH Canadian Hedge Fund Index

The BULLWEALTH Canadian Hedge Fund Index, and the related Sub-Indices, are widely regarded as the most comprehensive representation of the Canadian hedge fund universe. The Index and Sub-Indices are based on a database of returns for over 300 distinct Canadian hedge funds and their respective strategy sectors. A description of each Sub-Index is made available on page 5.

The Index includes funds open for investment and those no longer accepting new capital, with at least 3 months of track record, managed by Canadian-domiciled fund managers. The returns of the funds included in the Index are equally weighted and rebalanced monthly. Emerging managers and well established managers are included in the Index. The Index currently includes 155 active hedge fund strategies.

Historical Performance – Growth of \$1,000



Commentary

The BW Canadian Hedge Fund Index finished the fourth quarter up 1.19% while the BW Canadian Hedge Fund Index ex-Equity Directional was up (+1.05%). The majority of the Sub-Indices were positive during the quarter, excluding Multi-Strategy, Equity Market Neutral, and Managed Futures, each posting (-1.20%), (-0.36%), and (+0.00%) respectively. Quarterly performance for the remaining Sub-Indices was: Event Driven (+3.12%), Equity Long/Short (+1.44%), Equity Hedge (+1.45%), Equity Directional (+1.47%), Global Macro (+4.25%), and Fixed Income (+0.69%). November was the strongest month for most of the BW Sub-Indices, as all but Event Driven posted positive performance. No single Sub-Index posted consistently positive or negative performance during the quarter. Contrary to November, all Sub-Indices, excluding Event Driven, were negative during December. The single strongest month was posted by the Managed Futures Sub-Index during November (+4.39%). During 2015 Canadian hedge funds gained 0.35%.

Over the course of the year top performing Sub-Indices were Global Macro (+14.31%), Equity Market Neutral (+4.18%) and Event Driven (+3.46%). The three weakest performing Sub-Indices during the year were Equity Directional (-3.15%), Equity Long/Short (-1.34%), and Managed Futures (-0.02%). The Canadian Hedge fund index outperformed the Credit Suisse Hedge Fund Index by 1.31% during the quarter. Sub-Indices that outperformed their global peers included: Event Driven (+5.44%), Global Macro (+3.64%), Equity Directional (+1.47%), Managed Futures (+1.06%) and Fixed Income Arbitrage (+0.66%). Sub-Indices that underperformed during the fourth quarter included Multi-Strategy (-1.72%), Equity Market Neutral (-0.32%), Equity Long Short (-0.15%), and Equity Hedge (-0.13%).

During the quarter 5 of the 9 Sub-Indices outperformed. The most dramatic relative performance pertained to a 5.44% outperformance posted by the Event Driven Sub-Index. Monthly returns for the BW Canadian Hedge Fund Index can be found on the following page. Historical returns for each Sub-Index are made available via Bloomberg or upon request. Please direct inquiries to jmcadam@bullwealth.com.



BULLWEALTH
CLEAR. INDEPENDENT. ADVICE.

BULL CAPITAL MANAGEMENT INC.

BW Canadian Hedge Fund Index Report – Q4 2015

"Top Alternative Investment Analysis Firm Canada 2015"

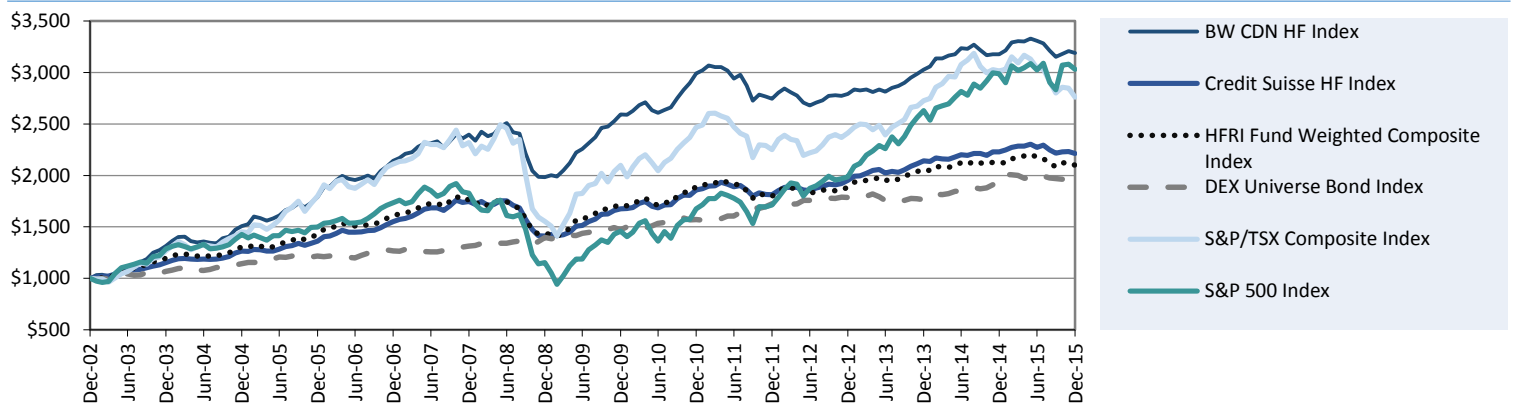


BW Canadian Hedge Fund Index – Monthly Performance

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Year
2015	1.13%	2.47%	0.36%	-0.11%	0.92%	-0.66%	-0.76%	-2.22%	-1.87%	0.91%*	0.92%*	-0.64%*	0.35%
2014	1.03%	2.59%	0.02%	0.88%	0.32%	1.92%	-0.19%	1.22%	-1.60%	-1.51%	0.26%	0.00%	4.95%
2013	1.53%	-0.32%	0.36%	-0.85%	0.82%	-0.73%	1.35%	0.60%	1.06%	1.82%	1.17%	1.37%	8.44%
2012	2.15%	1.38%	-1.22%	-1.17%	-2.41%	-1.05%	1.06%	0.76%	1.56%	0.28%	-0.27%	0.69%	1.67%
2011	1.02%	1.58%	-0.52%	0.01%	-1.08%	-2.58%	1.24%	-3.51%	-5.12%	2.19%	-0.72%	-0.72%	-8.17%
2010	-0.05%	1.40%	2.15%	1.02%	-2.85%	-0.91%	1.02%	0.96%	3.44%	2.86%	2.29%	3.25%	15.38%
2009	0.96%	-0.71%	2.93%	3.61%	4.75%	1.61%	2.41%	2.57%	3.82%	0.48%	2.18%	2.50%	30.60%
2008	-2.48%	3.77%	-1.84%	0.84%	3.02%	1.35%	-3.60%	-0.40%	-8.08%	-7.62%	-2.86%	-0.08%	-17.23%
2007	1.37%	1.75%	0.76%	2.40%	1.38%	0.10%	0.84%	-2.76%	2.87%	2.92%	-1.69%	1.56%	11.94%
2006	5.33%	0.10%	3.33%	2.31%	-1.50%	-0.52%	0.97%	1.15%	-1.48%	3.76%	2.14%	2.67%	19.56%
2005	1.34%	4.96%	-0.99%	-1.58%	1.26%	1.83%	3.29%	1.24%	2.71%	-2.27%	2.41%	3.49%	18.90%
2004	3.92%	2.77%	0.14%	-3.05%	-0.94%	0.57%	-0.83%	-0.41%	3.64%	1.10%	4.99%	2.17%	14.66%
2003	3.06%	0.29%	-1.46%	2.35%	3.24%	0.97%	2.05%	4.52%	2.34%	5.44%	1.89%	3.09%	31.38%

*Shaded months are estimates and subject to change.

Comparison to Traditional Indices – Growth of \$1,000



Comparison to Traditional Indices

	BW CDN HF Index	Credit Suisse HF Index	HFRI FW Composite Index*	DEX Universe Bond Index	S&P/TSX Composite Index	S&P 500 Index
2015	0.35%	-0.70%	-1.09%	3.52%	-8.40%	1.39%
2014	4.95%	4.14%	3.14%	8.79%	10.55%	13.69%
2013	8.44%	9.73%	9.13%	-1.19%	12.99%	32.39%
2012	1.67%	7.67%	5.12%	3.59%	7.17%	16.00%
2011	-8.17%	-2.52%	-5.25%	9.68%	-8.71%	2.11%
2010	15.38%	10.95%	10.25%	6.74%	17.61%	15.06%
2009	30.60%	18.57%	19.98%	5.41%	35.06%	26.46%
2008	-17.23%	-19.07%	-19.02%	6.41%	-33.01%	-37.00%
2007	11.94%	12.56%	9.96%	3.69%	9.82%	5.50%
2006	19.56%	13.86%	12.89%	4.06%	17.25%	15.80%
2005	18.90%	7.61%	9.30%	6.46%	24.11%	4.91%
Cumulative	111.64%	74.87%	61.14%	73.89%	90.36%	112.38%

*Refers to the HFRI Fund Weighted Composite Index

Canadian hedge funds have maintained a sizable Sharpe Ratio as compared to international hedge funds and most traditional indices. This relationship is especially apparent when comparing Canadian hedge funds to the S&P/TSX Composite Total Return Index. This represents the largest difference, 0.98 as compared to 0.53 over a 182-month period, since the Canadian Hedge Fund Index's inception. Please see page 3 for related figures.

Canadian hedge fund correlations as compared to traditional indices and international hedge fund indices have remained relatively stable over a 5-year period with few exceptions. The only index with which correlations have increased is the FTSE TMX Canada Universe Bond Index. Canadian hedge funds have continued to experience decreasing correlations with the S&P 500 Total Return Index and Global Hedge Funds as proxied by Credit Suisse and HFRI indices.



BULLWEALTH
CLEAR. INDEPENDENT. ADVICE.

BULL CAPITAL MANAGEMENT INC.

BW Canadian Hedge Fund Index Report – Q4 2015

"Top Alternative Investment Analysis Firm Canada 2015"



Comparison to Traditional Indices - Performance & Risk Statistics

	Last 3 Months	YTD	1-Year	3-Year Annualized	5-Year Annualized	Annualized Compound Return*	Annualized Standard Deviation*	Sharpe Ratio**	% Positive	Maximum Draw-down
BW CDN HF Index	1.19%	0.35%	0.35%	4.53%	1.29%	9.33%	7.56%	0.98	67.95%	-20.86%
Credit Suisse HF Index	-0.13%	-0.70%	-0.70%	4.30%	3.56%	6.30%	5.42%	0.83	69.87%	-19.68%
HFRI FW Composite Index	0.75%	-1.09%	-1.09%	3.64%	2.09%	5.87%	5.98%	0.69	66.67%	-21.42%
DEX Universe Bond Index	0.97%	3.52%	3.52%	3.63%	4.81%	5.43%	3.63%	0.98	65.38%	-3.86%
S&P/TSX Composite Index	-1.40%	-8.40%	-8.40%	4.59%	2.28%	8.13%	12.98%	0.53	60.90%	-43.35%
S&P 500 Index	7.05%	1.39%	1.39%	15.13%	12.57%	8.90%	13.92%	0.56	66.03%	-50.95%

*Since January 2003.

** The Sharpe Ratio was calculated using the average 3-month T-bill rate for the period.

Correlation Matrices 3 & 5 Years

Dec 2015	BW Canadian Hedge Fund Index	Credit Suisse Hedge Fund Index	HFRI Fund Weighted Composite Index	FTSE TMX Canada Universe Bond Index	S&P/TSX Composite Index TR Index	S&P 500 Total Return Index	BW Canadian Hedge Fund Index	Credit Suisse Hedge Fund Index	HFRI Fund Weighted Composite Index	FTSE TMX Canada Universe Bond Index	S&P/TSX Composite Index TR Index	S&P 500 Total Return Index
# Months	36	36	36	36	36	36	60	60	60	60	60	60
BW Canadian Hedge Fund Index	1.0000	0.7041	0.7959	0.1686	0.8478	0.5850	1.0000	0.8283	0.8584	-0.0958	0.8368	0.6796
Credit Suisse Hedge Fund Index	0.7041	1.0000	0.8913	0.2973	0.6276	0.7219	0.8283	1.0000	0.9302	-0.0001	0.7073	0.7584
HFRI Fund Weighted Composite Index	0.7959	0.8913	1.0000	0.0638	0.7529	0.8651	0.8584	0.9302	1.0000	-0.1901	0.7831	0.8693
FTSE TMX Canada Universe Bond Index	0.1686	0.2973	0.0638	1.0000	0.1423	-0.0610	-0.0958	-0.0001	-0.1901	1.0000	-0.1484	-0.2641
S&P/TSX Composite Index TR	0.8478	0.6276	0.7529	0.1423	1.0000	0.6268	0.8368	0.7073	0.7831	-0.1484	1.0000	0.7247
S&P 500 Total Return Index	0.5850	0.7219	0.8651	-0.0610	0.6268	1.0000	0.6796	0.7584	0.8693	-0.2641	0.7247	1.0000

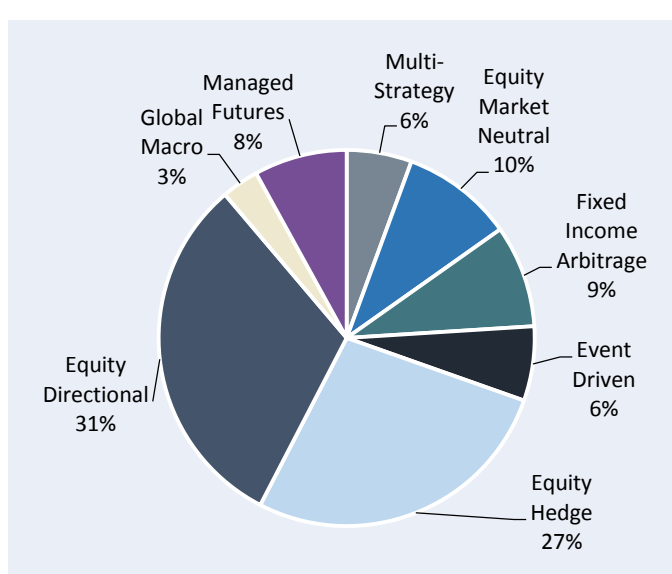
BW Canadian Hedge Fund Sub-Indices

The BW Canadian Hedge Fund Sub-Indices maintained varied risk adjusted performance and Sharpe Ratio values during the fourth quarter. The highest Sharpe Ratio as calculated over a 182-month period belonged to the Fixed Income Arbitrage Sub-Index while the lowest value belonged to the Global Macro Sub-Index.

As measured in relation to the S&P/TSX Composite Index Total Return Index, the highest correlated Sub-Index over the same period as mentioned above is the Equity Long/Short Sub-Index. The lowest positively correlated Sub-Index as measured against the S&P/TSX Composite Index Total Return Index was the Equity Market Neutral Sub-Index. The Global Macro Sub-Index was the only negatively correlated strategy group, as measured over 182 months.

The largest component of the BULLWEALTH Canadian Hedge Fund Index is the Equity Long/Short Sub-Index, comprising 58% of the overall index based on the December 2015 estimate. This component is broken down further to comprise 31% Equity Directional and 27% Equity Hedge. The smallest component of the Canadian Hedge Fund Index is the Global Macro Sub-Index measured at 3%. Additional composition information can be seen in the figure to the right.

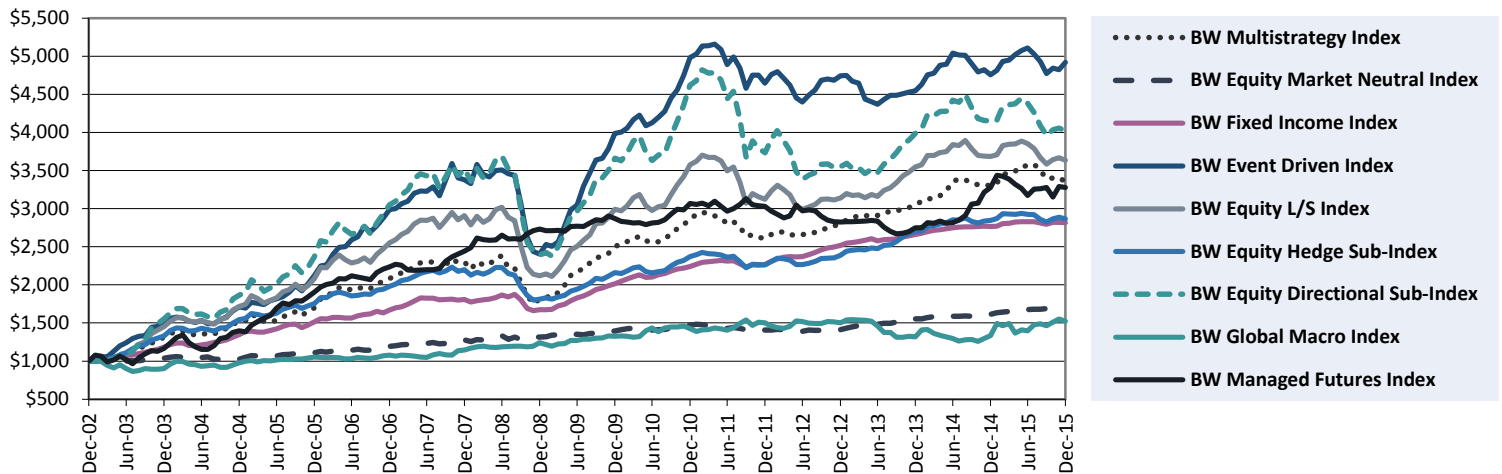
Index Composition by Strategy Sub-Index*



*Index composition is presented as of the December 2015 estimate and based on the number of active hedge fund strategies in each Sub-Index.



Sub-Index Returns – Growth of \$1,000



Sub-Index Performance & Statistics

	Last 3 Months	YTD	1 Year	3 Year Annualized	5 Year Annualized	Annualized Compound Return*	Annualized Standard Deviation*	Sharpe Ratio**	Correlation to TSX	% Positive	Maximum Draw-down
BW Multi-Strategy Index	-1.20%	1.63%	1.63%	6.18%	3.23%	9.75%	8.31%	0.95	0.79	71.15%	-26.44%
BW Equity Market Neutral Index	-0.36%	4.18%	4.18%	6.00%	2.68%	4.07%	3.33%	0.68	0.20	65.38%	-6.03%
BW Fixed Income Index	0.69%	1.80%	1.80%	3.80%	4.67%	8.28%	4.49%	1.40	0.74	79.49%	-11.39%
BW Event Driven Index	3.12%	3.46%	3.46%	1.24%	-0.25%	13.04%	11.42%	0.98	0.79	67.95%	-33.03%
BW Equity L/S Index	1.44%	-1.34%	-1.34%	5.02%	0.32%	10.44%	10.77%	0.81	0.87	65.38%	-30.04%
BW Equity Hedge Sub-Index	1.45%	0.71%	0.71%	6.30%	3.88%	8.44%	6.50%	1.01	0.84	67.31%	-19.43%
BW Equity Directional Sub-Index	1.47%	-3.15%	-3.15%	4.23%	-2.76%	11.29%	13.98%	0.71	0.85	66.03%	-35.48%
BW Global Macro Index	4.25%	14.31%	14.31%	0.54%	1.34%	3.30%	8.85%	0.21	-0.06	53.85%	-18.43%
BW Managed Futures Index	0.00%	-0.02%	-0.02%	5.06%	1.34%	9.56%	9.04%	0.86	0.14	57.69%	-14.74%

Disclaimer

*Since January 2003.
** The Sharpe Ratio was calculated using the average 3-month T-bill rate for the period.

“Bull Capital Management Inc. (“BCMI”) is registered as a Portfolio Manager (“PM”) in the provinces of Ontario, British Columbia, Alberta and Quebec, as an Exempt Market Dealer (“EMD”) in the provinces of Ontario, British Columbia, Alberta and Quebec and as an Investment Fund Manager (“IFM”) in Ontario.

This presentation is for general information purposes only and should not be considered a solicitation or inducement to trade in securities. The returns and other statistics set out herein reflect the historic performance of various hedge fund segments and market indices, which may not be predictive of future performance.

Performance of the BW Hedge Fund Index (and Sub-Indices) have been compared to those of other Hedge Fund indices throughout the document, to provide readers with a basis for understanding the BW Hedge Fund Index’s historic performance in relation to comparable indices covering the same general investment universe and risk profile. The relative performance of the indices will vary as the hedge funds that make up the respective indices and/or their relative composition will vary. Furthermore, their past relative performance may not be reflective of future performance.

In certain cases, the BW Hedge Fund Index (and Sub-Indices) have been compared to returns of a general market indices because the latter are widely quoted and are provided for general information purposes only. They may not be a fair comparison to the Hedge Fund the investment universe and risk profile.

The portfolio performance and other statistics presented herein is believed to be accurate as at the date of this presentation. However BCMI does not guarantee its accuracy or undertake to notify the reader of any changes. Benchmark returns have been obtained from sources believed to be accurate. However BCMI has not taken any steps to verify their accuracy or completeness.”



BULLWEALTH
CLEAR. INDEPENDENT. ADVICE.

BULL CAPITAL MANAGEMENT INC.

BW Canadian Hedge Fund Index Report – Q4 2015

“Top Alternative Investment Analysis Firm Canada 2015”



Sub-Index Strategy Descriptions

Bloomberg Code	Index Name	Strategy	Strategy Description
BWHFHI	BULLWEALTH Canadian Hedge Fund Index*		The BULLWEALTH Canadian Hedge Fund Index, and the related Sub-Indices, are designed to provide a comprehensive overview of the Canadian hedge fund universe. They are based on a database of returns for over 300 distinct Canadian hedge funds.
BWHFHXD	BULLWEALTH Canadian Hedge Fund Index ex-Equity Directional*		The BULLWEALTH Canadian Hedge Fund Index ex-Equity Directional aims to measure the performance of true hedge funds by removing the constituents that comprise the BULLWEALTH Canadian Equity Directional Sub-Index, which includes funds that may have limited short exposure or which pursue very little ‘hedging’ of positions.
BWHFMS	BWHF Multi-Strategy Index	Multi-Strategy	The constituents of the BULLWEALTH Canadian Multi-Strategy Index employ two or more hedge fund strategies such as equity market neutral, fixed income arbitrage, convertible arbitrage, etc.
BWHFELS	BWHF Equity Long/Short Index	Equity Long/Short	The BULLWEALTH Canadian Equity Long/Short Index is comprised of two Sub-Indices: the BULLWEALTH Canadian Equity Hedge Sub-Index and the BULLWEALTH Canadian Equity Directional Sub-Index.
BWHFEDIR	BWHF Equity Directional Sub-Index	Equity Directional**	The BULLWEALTH Equity Directional Sub-Index contains funds that pursue equity long/short strategies that are typically long biased with greater than 60% net long exposure and/or monthly volatility in excess of the S&P/TSX Composite Index. This Sub-Index also includes 130/30 type funds.
BWHFEH	BWHF Equity Hedge Sub-Index	Equity Hedge**	The BULLWEALTH Canadian Equity Hedge Sub-Index contains funds that pursue equity long/short strategies that are typically less than 60% net long and/or exhibit less monthly volatility than the S&P/TSX Composite Index.
BWHFEMN	BWHF Equity Market Neutral Index	Equity Market Neutral	The BULLWEALTH Canadian Equity Market Neutral Index contains equity focused funds that employ an equity long/short strategy while keeping net exposure between -10% and +10%.
BWHFFI	BWHF Fixed Income Arbitrage Index	Fixed Income Arbitrage	The BULLWEALTH Canadian Fixed Income Index constituents pursue long/short fixed income-based trading strategies in the government, investment grade, high yield, and mortgage-backed fixed income markets.
BWHFED	BWHF Event Driven Index	Event Driven	Constituents in the BULLWEALTH Canadian Event Driven Index pursue event driven strategies such as merger arbitrage, distressed and special situations equity strategies.
BWHFMF	BWHF Managed Futures Index	Managed Futures	The BULLWEALTH Canadian Managed Futures Index includes funds that trade futures and futures options, using systematic or discretionary trading strategies.
BWHFGM	BWHF Global Macro Index	Global Macro	The BULLWEALTH Canadian Global Macro Index includes funds that pursue global macro strategies by trading fixed income, equity, currencies, commodities and other asset classes through, cash, option and futures markets.

*The BULLWEALTH Canadian Hedge Fund Index and Ex-Equity Directional Index serve as the two primary proxies for the Canadian Hedge Fund Universe. Ex-directional differs slightly in so far as it denotes the exclusion of the Directional Sub-Index. All other indices are constituents of these two indices.

**The BULLWEALTH Equity Directional and Equity Hedge Sub-Indices are subordinate to the Equity Long Short Sub-Index.