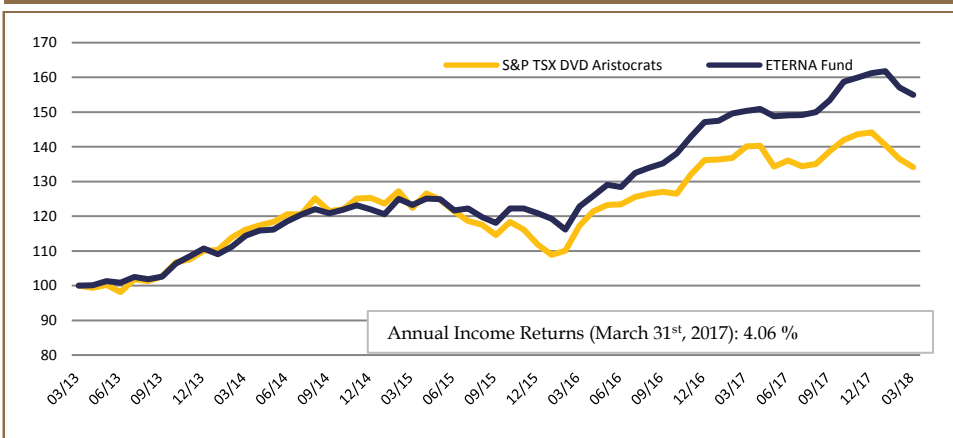




Performance (Normalized return 5 years)

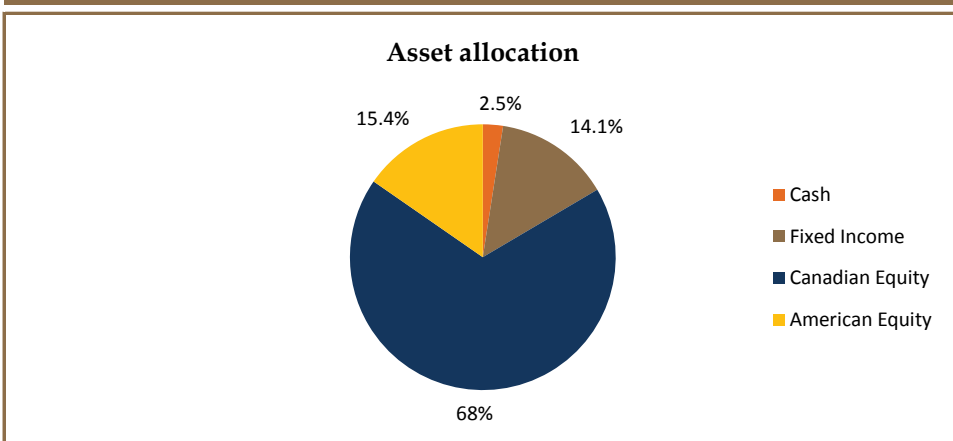


Annualized	1 year	2 years	3 years	4 years	5 years	10 years
Income Fund ETERNA*	3.09%	12.35%	7.93%	7.89%	9.16%	7.07%
S&P TSX DVD Aristocrats	-4.27%	6.93%	3.08%	3.66%	6.04%	8.20%
Added Value	7.36%	5.42%	4.85%	4.23%	3.12%	-1.13%

Annual	YTD	2017	2016	2015	2014	2013	2012	2011
Income Fund ETERNA*	-3.89%	9.60%	21.74%	-0.88%	10.18%	17.11%	8.19%	3.27%
S&P TSX DVD Aristocrats	-6.98%	5.89%	21.82%	-10.80%	13.86%	14.48%	9.45%	7.40%
Added Value	3.09%	3.71%	-0.08%	9.92%	-3.68%	2.63%	-1.26%	-4.13%

* Gross performances of management fees

Asset allocation (Source Bloomberg)



Characteristics	No. holdings	Av. Market Cap.	P/E (NTM)	Dividend Yield
Income Fund ETERNA	32	114,65 G\$	14.59	3.86%
S&P TSX DVD Aristocrats	81	17,50 G\$	13.70	5.09%

Statistics (5 years)	Beta	Std. Deviation	Tracking Error	Information Ratio
Income Fund ETERNA	0.62	6.19	4.83	0.68
S&P TSX DVD Aristocrats	1	8.07	-	-

Manager:

Jean Duguay

Benchmarks:

S&P TSX DVD Aristocrats

Investment Objective

Generate high current earnings as dividends and interest income, while maintaining a highly-diversified portfolio that includes investment-grade bonds and equities from large North American companies with growing dividends.

Investment Process

The fund's assets are invested in a well-diversified portfolio of equities listed on a recognized Canadian and American stock market. The portfolio focuses on dividends and common stocks from the largest North American companies. Fundamental analysis of securities is encouraged and focuses on the likelihood of dividend increase and stock price stability. This management approach also avoids market timing, resulting in very low portfolio turnover rates. Portfolios are well-diversified by sectors and industries. Liquidities and bonds are used to preserve capital when market conditions are unfavourable and may be held to manage cash position, as well as for strategic purposes.

The portfolio's core consists of high-quality securities. Securities from small- and mid-cap companies with increased long-term dividends complement this core.

Top 10 - Holdings

Banque Toronto-Dominion	7.39%
Banque Royale du Canada	6.77%
Great-West Lifeco inc.	4.16%
Johnson & Johnson	3.65%
Sun Life Financial inc.	3.60%
Transcanada Corp	3.39%
Vermilion Energy inc.	3.36%
Banque Nationale du Canada	3.27%
Banque CIBC	3.11%
Wells Fargo & Co	3.07%



Attribution (source Bloomberg)

Active Return (YTD)			Active Return Attribution Summary (YTD)		
Return ETERNA	Index Return	Added Value	Sector Allocation	Holdings Selection	Currency
-4.14%	-6.98%	2.84%	s.o	s.o	s.o

Top 10 - Positive Contributors (YTD)	
Microsoft Corp	0.30%
Parkland Fuel Corp	0.23%
Sun Life Financial inc.	0.09%
IFCCN 3.396 Perp	0.04%
Magna International inc.	0.03%
AG Growth International inc.	0.03%
SE 5.25 Perp	0.01%
TRPCN 3.266 Perp	0.01%
BIP 5 Perp	0.01%
Banque Toronto-Dominion	0.00%

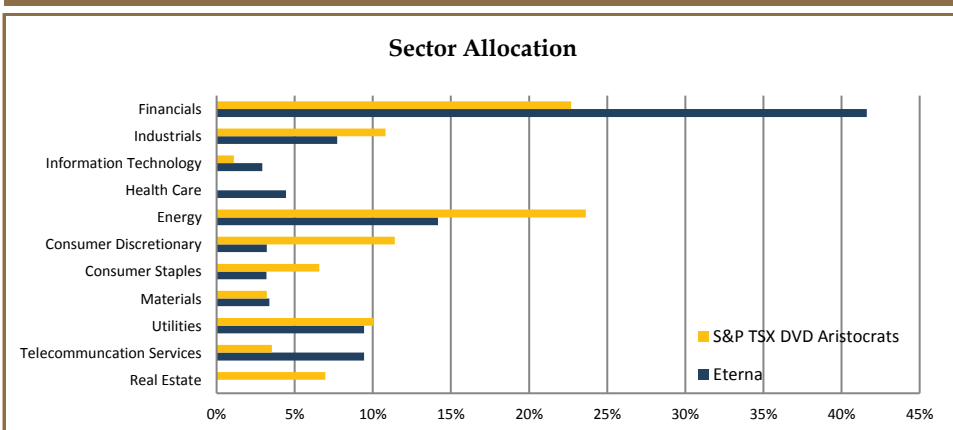
Top 10 - Negative Contributors (YTD)	
Nutrien LTD	-0.42%
TransCanada Corp	-0.36%
Wells Fargo & Co	-0.35%
Shaw Communications inc.	-0.29%
Vermilion Energy inc.	-0.27%
Thomson Reuters Corp	-0.25%
Great-West Lifeco inc.	-0.23%
Labrador Iron Ore Royalty Co	-0.22%
Banque CIBC	-0.20%
Whitecap Resources inc.	-0.19%

Top 5 - Total return (YTD)	
Microsoft Corp	10.30%
Parkland Fuel Corp	9.05%
Magna International inc.	3.24%
Sun Life Financial inc.	2.86%
IFCCN 3.396 Perp	2.70%

Bottom 5 - Total return (YTD)	
Labrador Iron Ore Royalty Co	-21.12%
Shaw Communications inc.	-12.49%
TransCanada Corp	-11.76%
Nutrien LTD	-11.69%
Whitecap Resources inc.	-11.12%

* Return of a security may vary from the real YTD return depending on the detention period of the security during the year

Visual support of quarterly comments



The Canadian stock market ended the quarter with a 4.5% loss, while all sectors except real estate (0.5%) and information technology (10.2%) did not deliver positive returns. The health sector (-13.5%), which lost its momentum at the end of the year, was the hardest hit. As was the case last year, it was the energy sector (-9.4%) which had the biggest negative impact on our Canadian index. Although the price of oil (WTI) rose more than 7% in 2018, Canadian oil (WCS) is slow to materialize this price growth. This puts significant pressure on Canadian companies in this sector, which have lost nearly 20% in the last 15 months.

On the American side, unlike its Canadian counterpart, the S&P 500 index started the year in force as it gained more than 7% in the first three weeks of the year, due in particular to the announcement of the tax reform of the American president. Volatility then gained the upper hand, as each sharp decline was followed by a strong rebound, and ultimately ended the quarter on a negative note as a tariff war with China emerged and several technology stocks stumbled. The U.S. index ended the first quarter down 0.25%, but Canadian investors were able to benefit from the weakness of our currency to boost this yield to 2.75%. Only the information technology (3.5%) and consumer discretionary (3.1%) sectors delivered positive returns.

As we expect continued volatility in the coming months, our North American investments will remain focused on stocks with attractive valuation ratios and interesting dividend to limit the risks associated with daily stock market upswings, while generating a current income.

Performance is calculated on gross basis of administrative and management fees and net basis of transaction fees. Data from "Active Return Attribution Summary" and main positive and negative fund contributions come from the Bloomberg system. The performance calculated by the Bloomberg system is an estimation and may vary from actual performance due to the information update method, the return calculation method and costs associated with the fund. The top 5 and bottom 5 performers lists (Total return YTD) explain the performance of the securities since the beginning of the year or since the addition of the security if it was made later than January 1st. Past performances are not necessarily indicative of future performances. This document is intended for personal use only. The information and opinions expressed herein are subject to change, depending on market conditions or trends. The views expressed are provided for informational purposes and no investment decision-making should be based on these. This document is not and should not be construed as a solicitation or an offering of units of any fund or other security in any jurisdiction. This document may not be reproduced in whole or in part without prior written permission of Eterna Investment Management. Investment funds from Eterna Investment Management are intended solely for "accredited investors", as defined in National Instrument 45-106 titled Prospectus and Registration Exemptions. Investment in investment funds are not insured by the Canada Deposit Insurance Corporation or by any other public insurer and are not guaranteed by Eterna Investment Management or by any associate company.