

**PRIVATE EQUITY FUND**
**Overview**
**Strategy Overview**

The Kensington Private Equity Fund (KPEF) provides investors with continuous access to a diversified portfolio of private equity investments, primarily in North America, including private equity funds and direct investments in private companies.

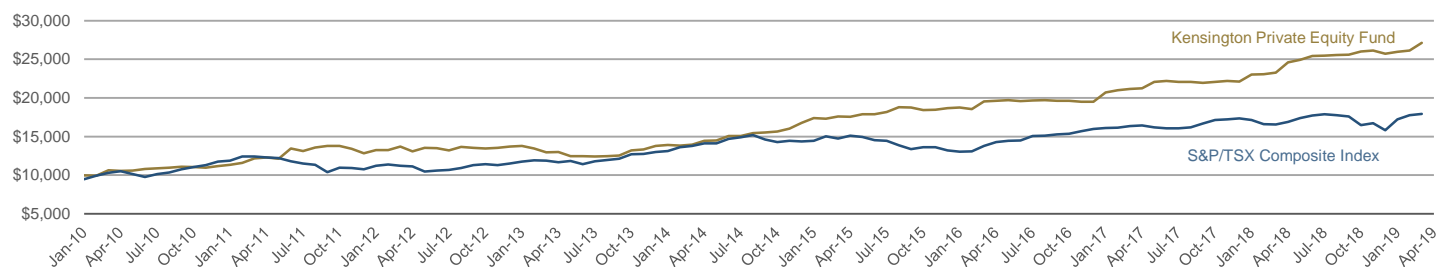
**Why Invest?**

- The only open-ended private equity fund in Canada
- Access to a hybrid portfolio of fund investments and direct private equity investments in North America
- Investments range from late stage venture and growth equity to traditional mid-market buyouts
- Strong, uncorrelated risk-adjusted returns with a history of consistent profit distribution
- No capital call and low minimum investment amount

► 43 Fund Investments

► 21 Direct Investments

|                            |  |
|----------------------------|--|
| Inception Date             | April 20, 2007   |
| Fund Assets                | \$345 million  |
| Firm Assets                | \$1.3 billion  |
| RRSP/RRIF/TFSA Eligibility | Yes  |
| Sold By                    | Offering Memorandum (Accredited Investor Only)   |
| Subscription               | Monthly  |
| Minimum Investment         | \$2,500  |
| Liquidity                  | <ul style="list-style-type: none"> <li>▪ Annual Redemptions<sup>1</sup></li> <li>▪ Secondary Trades (if applicable)</li> <li>▪ Cross-Sell (if applicable)</li> </ul> |

**Growth of Capital**

**Monthly Performance Returns (NET)**

|           | Jan                              | Feb    | Mar    | Apr    | May    | Jun    | Jul    | Aug   | Sep    | Oct    | Nov    | Dec    | KPEF (YTD) | S&P/TSX* (YTD) |
|-----------|----------------------------------|--------|--------|--------|--------|--------|--------|-------|--------|--------|--------|--------|------------|----------------|
| 2019      | 0.94%                            | 0.72%  | 3.74%  |        |        |        |        |       |        |        |        |        | 5.47%      | 13.30%         |
| 2018      | 4.09%                            | 0.26%  | 0.87%  | 5.67%  | 1.38%  | 1.93%  | 0.28%  | 0.35% | 0.13%  | 1.67%  | 0.46%  | -1.68% | 16.32%     | -8.87%         |
| 2017      | 6.05%                            | 1.36%  | 0.78%  | 0.58%  | 3.78%  | 0.58%  | -0.40% | 0.02% | -0.63% | 0.49%  | 0.66%  | -0.45% | 13.27%     | 8.76%          |
| 2016      | 0.33%                            | -1.13% | 5.43%  | 0.36%  | 0.45%  | -0.67% | 0.62%  | 0.09% | -0.33% | 0.00%  | -0.64% | 0.00%  | 4.45%      | 21.09%         |
| 2015      | 3.68%                            | -0.54% | 1.67%  | -0.14% | 1.94%  | 0.00%  | 1.62%  | 3.28% | -0.26% | -1.68% | 0.14%  | 1.24%  | 11.37%     | -8.32%         |
| 2014      | 0.82%                            | -0.46% | 1.02%  | 3.52%  | 0.15%  | 3.98%  | 0.19%  | 2.28% | 0.68%  | 0.81%  | 2.20%  | 4.84%  | 21.78%     | 10.56%         |
| 2013      | 0.69%                            | -2.56% | -3.61% | 0.49%  | -4.32% | -0.06% | -0.23% | 0.40% | 0.62%  | 5.15%  | 1.07%  | 3.37%  | 0.63%      | 12.99%         |
| 2012      | 3.15%                            | -0.09% | 3.46%  | -4.59% | 3.55%  | -0.35% | -1.96% | 3.15% | -0.82% | -0.70% | 0.70%  | 1.21%  | 6.58%      | 7.18%          |
| 2011      | 1.58%                            | 2.06%  | 5.02%  | 1.13%  | -1.39% | 10.72% | -2.34% | 3.57% | 1.47%  | -0.09% | -2.73% | -4.12% | 14.98%     | -8.71%         |
| 2010      | -0.17%                           | -0.69% | 7.25%  | -0.75% | 0.38%  | 2.05%  | 0.74%  | 0.79% | 0.94%  | -0.36% | -0.52% | 1.71%  | 11.69%     | 17.61%         |
| 2007-2009 | - Portfolio Construction Phase - |        |        |        |        |        |        |       |        |        |        |        |            |                |

\*S&P/TSX Composite Total Return Index  
As of March 31, 2019

**Distributions History (NET)**

|                  | 2011   | 2012   | 2013   | 2014   | 2015   | 2016   | 2017   | 2018   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|
| Amount (%NAV)    | 2.80%  | 6.80%  | 9.80%  | 10.20% | 11.60% | 9.20%  | 3.30%  | 9.00%  |
| Amount (\$/UNIT) | \$0.68 | \$1.56 | \$2.13 | \$2.26 | \$2.62 | \$1.95 | \$0.72 | \$2.25 |

Returns are calculated net of management fees, performance fees and other expenses. Total return net of all fees.

<sup>1</sup>Annual redemption period is from September 1<sup>st</sup> – October 31<sup>st</sup> every year. Units will be priced using the December NAV. Proceeds will settle on January 15<sup>th</sup> of the following year. Annual redemptions are subject to certain terms and conditions. See Offering Memorandum for more information.

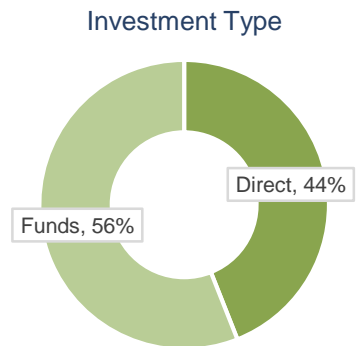
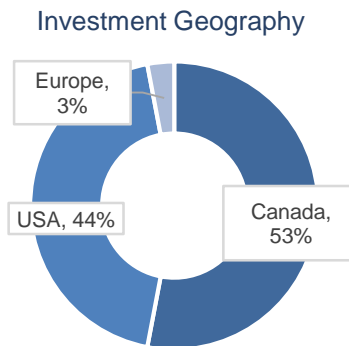
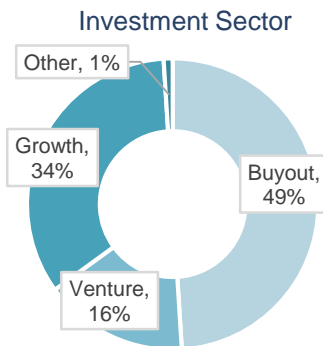
**PRIVATE EQUITY FUND**
**Cumulative Returns (NET)**

| Time Period                             | KPEF   | S&P/TSX Composite |
|---|--------|-------------------|
| YTD                                     | 5.47%  | 13.30%            |
| 1 year (Last 12 months)                 | 16.54% | 8.13%             |
| 3 year annualized                       | 11.54% | 9.16%             |
| 5 year annualized                       | 14.19% | 5.38%             |
| After initial J-curve (Jan. 2010)       | 11.38% | 6.51%             |
| Since inception annualized (April 2007) | 8.06%  | 4.98%             |

**Risk Metrics**

| Metric (Jan.2010 – Present)         | KPEF  | S&P/TSX Composite |
|-------------------------------------|-------|-------------------|
| Annualized Standard Deviation       | 7.96% | 9.70%             |
| Sharpe Ratio                        | 1.30  | 0.57              |
| Correlation (S&P/TSX Composite TRI) | 0.02  | 1.00              |

As of March 31, 2019

**Portfolio Allocation**

**Sector Exposure (GICS)<sup>1</sup>**

Diversified Exposure: Very Low Correlation to Public Markets

 Invested Capital  
As of December 31, 2018

|                         | Information Technology | Industrials | Energy             | Consumer Staples | Media | Consumer Discretionary | Financials | Real Estate | Health Care | Telecom Services | Other | Materials | Utilities |
|-------------------------|------------------------|-------------|--------------------|------------------|-------|------------------------|------------|-------------|-------------|------------------|-------|-----------|-----------|
| KPEF                    | 27.6%                  | 18.8%       | 16.7% <sup>2</sup> | 5.8%             | 2.8%  | 10.2%                  | 9.4%       | 1.1%        | 1.8%        | 3.1%             | 0.3%  | 2.4%      | -         |
| S&P/TSX Composite Index | 4.0%                   | 10.8%       | 17.8%              | 4.0%             | -     | 4.3%                   | 32.9%      | 3.2%        | 1.6%        | 6.0%             | -     | 11.3%     | 4.1%      |
| S&P/500                 | 19.9%                  | 9.4%        | 5.4%               | 7.4%             | -     | 9.9%                   | 13.7%      | 2.9%        | 15.8%       | 9.9%             | -     | 2.6%      | 3.1%      |

<sup>1</sup>Highlighted areas represent the top 3 sectors

<sup>2</sup> Services, not exploration or production

**Fund Codes**

| Class | Pricing   | Fund Code | Management Fee | Trailer Fee | Performance Fee                       | Redemption Fee                        |
|-------|-----------|-----------|----------------|-------------|---------------------------------------|---------------------------------------|
| E     | Trailer   | KEN 105   | 2.65%          | 100 bps     | 10% of net realized distributed gains | 5% prior to 3 years, 0% after 3 years |
| G     | Fee Based | KEN 115   | 1.65%          | -           |                                       |                                       |

This document is summary only and is subject in its entirety to the Fund's formation documents and offering memorandum. The information contained herein will not form a part of the offering documents in any eventual offer and sale of securities of the Fund to an investor. Any investment decision should be made based solely upon appropriate due diligence by the prospective investor. The information contained herein neither is nor should be construed as an offer or a solicitation of an offer to buy or sell securities. The Fund is a private market instrument and differs substantially from public equity. The securities described herein are only available to accredited investors in Canada through registered dealers on a private placement basis. The securities described herein are only available to accredited investors in Canada through registered dealers on a private placement basis. Securities of the Fund can be acquired by contacting your advisor or dealer, or Kensington Capital Advisors Inc., in its capacity as a registered exempt market dealer. The Fund is a "related and connected" issuer to Kensington Capital Advisors Inc. The market index data contained in this document is used as a proxy for the Canadian public equity markets and is intended to be used for illustrative purposes. Past performance is not a reliable indication of future performance.

Kensington Capital Partners Ltd. and/or its affiliates may have acted or will act on behalf of the Fund, such as acting as manager or providing advisory services, and may have received and may receive remuneration, including performance fees, for same. Kensington® is a trademark of Kensington Capital Partners Ltd., registered in Canada.