

KENSINGTON ALTERNATIVE STRATEGIES FUND
Overview
Objective

The Kensington Alternative Strategies Fund (KASF) seeks to provide capital appreciation with reduced volatility through investment in the Canadian Alternative Manager Universe.

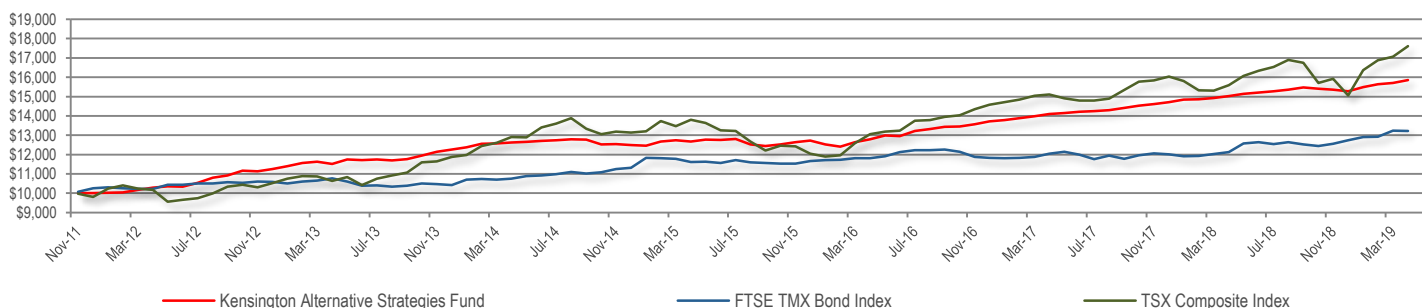
Strategy Overview

Kensington identifies emerging managers in the Canadian Alternative Manager Universe set to outperform their peers. By diversifying across multiple fund styles and identifying key managers Kensington seeks to provide superior risk adjusted returns with low correlation to the equity market.

Inception Date	November 1, 2011
Fund Assets	\$58 million
Firm Assets	\$1.3 billion
RRSP/RRIF/TFSA Eligibility	Yes
Sold By	Offering Memorandum
Subscription	Monthly
Minimum Investment	\$10,000 (Accredited Investors)
Liquidity	Monthly Redemptions

Manager Roster

- ▶ **AIP Asset Management**
Toronto – Multi-Asset Manager
- ▶ **Algonquin Capital**
Toronto – Credit and Rate Arbitrage
- ▶ **D&D Leasing**
Toronto – Alternative Lending
- ▶ **Ewing Morris & Co.**
Toronto – North American Equity L/S
- ▶ **HGC Investment Management**
Toronto – Merger Arbitrage
Toronto – Credit Arbitrage
- ▶ **JM Fund Management**
Toronto – North American Equity L/S
- ▶ **Lawrence Park Capital**
Toronto – Credit Value Trading/ Market Arbitrage
- ▶ **Lumen Asset Management**
Toronto – North American Equity L/S
- ▶ **Mondex Corp.**
Toronto – Specialty Art Manager
- ▶ **NewGen Asset Management**
Toronto – North American Equity L/S
- ▶ **NorthStream Capital**
Toronto – High Yield
- ▶ **Orchard Global Asset Management**
Toronto – Credit Arbitrage
Toronto – Liquid Credit Fund
- ▶ **Oxygen Working Capital**
Toronto – Alternative Lending
- ▶ **Pivot Financial**
Toronto – Alternative Lending
- ▶ **Productivity Media**
Toronto – Alternative Lending

Growth of Capital

Monthly Performance (NET)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	KASF YTD	TSX composite YTD	FTSE TMX CDN Bond **
2019	1.44%	0.89%	0.41%	0.91% ^E									3.70% ^E	16.96%	3.78%
2018	0.93%	0.11%	0.47%	0.79%	0.70%	0.42%	0.45%	0.51%	0.82%	-0.42%	-0.30%	-0.50%	4.04%	-8.88%	1.28%
2017	0.43%	0.75%	0.79%	0.73%	0.34%	0.47%	0.27%	0.41%	0.68%	0.89%	0.53%	0.62%	7.13%	8.86%	2.33%
2016	-1.55%	-0.90%	1.96%	1.12%	1.60%	-0.33%	2.05%	0.82%	0.80%	0.10%	0.91%	1.16%	7.88%	21.09%	1.35%
2015	-0.16%	1.61%	0.63%	-0.53%	0.80%	-0.24%	0.50%	-2.19%	-0.73%	0.68%	0.90%	0.61%	1.84%	-8.32%	3.14%
2014	0.88%	1.54%	0.15%	0.36%	0.21%	0.42%	0.34%	0.37%	-0.21%	-1.90%	0.13%	-0.44%	1.83%	10.55%	8.46%
2013	1.45%	1.33%	0.70%	-1.04%	1.96%	-0.31%	0.32%	-0.45%	0.62%	1.61%	1.60%	0.96%	9.06%	12.99%	-1.50%
2012	0.08%	0.19%	1.39%	1.15%	0.69%	-0.18%	1.84%	2.54%	1.08%	2.26%	-0.26%	0.95%	12.33%	7.19%	3.26%
2011											0.06%	0.03%	0.09%	-1.91%	2.51%

As of April 30, 2019
Returns are calculated net of management fees, performance fees and other expenses. Total return net of all fees.

KENSINGTON ALTERNATIVE STRATEGIES FUND
Net Returns

	1 mth	3 mth	6 mth	1 yr	3yr ¹	5yr ¹	Since Inception ¹
KASF	0.91% ^E	2.23%	2.87%	5.44%	8.47%	5.22%	6.42%
TSX Comp	3.22%	7.56%	12.18%	9.64%	11.55%	6.90%	7.37%
FTSE TMX**	-0.12%	2.40%	6.26%	5.97%	2.54%	3.76%	3.29%

Risk Statistics

	Standard Deviation ¹	Sharpe Ratio	Correlation to TSX
KASF	2.89%	1.87	0.52
TSX Comp	8.67%	0.73	1.00
FTSE TMX**	3.63%	0.63	0.04

Capture Ratio

	TSX	KASF
Upside Capture		41.40%
Downside Capture		0.49%

Fund inception date (11/01/2011) to current month end

Class	Pricing	Fund Code	Management Fee	Performance Fee	Redemption Fee	Trailer Fee
A	Trailer	KEN 920	2.40%	20%	Subject to 5% redemption fee if redeem in the first 5 months	40 bps
E	Trailer	KEN 926	2.80%	20%		100 bps
F	Fee Based	KEN 922	1.80%	20%		Advisor Determined

Fund Commentary and Activity | As of April 2019
Market Update

April was generally a positive month for markets globally as most indices continued their upward move. Most North American equity markets were positive for the month as the NASDAQ was positive at +4.74%, the TSX Index gaining +3.22% and the S&P500 Index up +3.95%. Asian indices were generally positive as the NIKKEI was up +5.20%, the Hang Seng up +2.90% and Shanghai was up +0.72%. The European markets of EuroStoxx were also strongly positive at +4.48% and the FTSE index in the UK was also up gaining +1.91%. 10- year US Treasuries saw yields rise from 2.41% to 2.50% by month's end. The commodity markets were mixed as Gold was negative losing -1.15% to U\$1,284 and oil prices registering a large gain as WTI was up another +6.27% to U\$63.91 by month's end. The Canadian dollar was relatively unchanged moving from \$1.3355 to \$1.3388. Volatility indices (VIX) continued their downward trend to 13.12 in April from a level of 13.71 at March end.

Fund Update

Against that backdrop, the Kensington Alternative Strategies Fund had positive estimated returns of +0.91% for April (+3.70% YTD). This is compared against the TSX Index which was positive at +3.22% for April (+16.96% YTD). The Fund's standard deviation of monthly returns remains low and correlation to the TSX also continue to be low.

Our underlying managers' performance benefitted by the general global markets' strong price movement as 15 of the 16 managers were in positive territory for the month of April. We believe that the recent changes to the composition of the portfolio of managers will continue to greatly assist in the Fund's overall returns going forward. We believe that these managers are in a strong position to benefit the Fund throughout all of 2019.

We believe that the Fund continues to be well positioned for these uncertain times. The Fund has now been operating for 90 months generating about 65 basis points per month on average with only 19 negative months. The balanced approach to the portfolio composition should allow the Fund to weather most storms. We also continue to investigate new managers to try to improve the composition of the Fund.

^E = Estimate (Based on expected return generated from preliminary NAV estimates)

¹Annualized

*2011 numbers represent performance from the fund's inception date (11/01/2011) to 12/31/2011

**FTSE TMX Canadian Bond Index performance is being represented by the iShares Canadian Bond ETF (XBB). This document is summary only and is subject in its entirety to the Fund's formation documents and offering memorandum.

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