

Fund Data

Inception date:	November 16, 2006
Ticker:	CDD.UN
Units outstanding:	358,008 units
Total Net Asset Value ⁽¹⁾	\$1.76 mm
NAV Per Unit ⁽¹⁾ :	\$4.92
Total Market Capitalization	\$1.73 mm
Market price per unit	\$4.845
Management fee:	1.10% p.a.

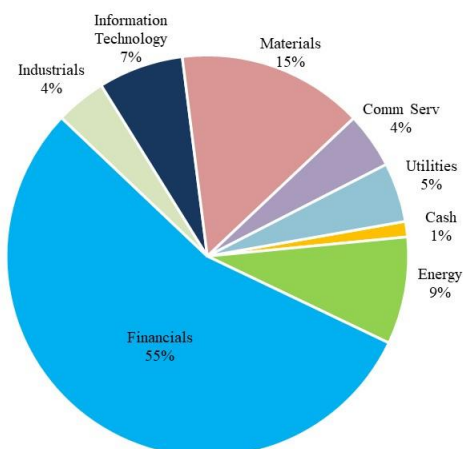
Distributions

Distribution:	6.5% of NAV p.a.
Most recent distribution ⁽²⁾ :	\$0.026
Distribution frequency:	Monthly
Current yield ⁽³⁾ :	6.4%
Cumulative distributions:	\$6.637111

Top Ten Holdings

Bank of Nova Scotia	8.4%
Teck Resources Ltd B	7.9%
Bank of Montreal	7.6%
AGF Management Ltd	7.3%
Russel Metals Inc	7.1%
Thomson Reuters Corp	6.8%
National Bank of Canada	6.8%
Manulife Financial Corp	6.7%
Canadian Imperial Bank of Commerce	6.3%
Toronto-Dominion Bank	6.0%

Sector Allocation



Notes:
 (1) As at March 31, 2021
 (2) March distribution
 (3) Calculated as most recent distribution annualized divided by last traded price on March 31, 202.

Fund Overview

The Fund is a closed-end investment trust designed to provide unitholders with exposure to a blue chip portfolio consisting of fifteen high quality, large capitalization, and dividend paying Canadian companies across multiple industry sectors that have an excellent long term track record of dividend growth and share price appreciation.

Objectives

The fund's investment objectives are:

- to provide Unitholders of the Fund with monthly cash distributions in an amount targeted to be 6.5% per annum on the net asset value ("NAV") of the Fund; and
- to preserve and grow the NAV per Unit.

Rationale

The Fund is appropriate for those investors looking for a diversified Canadian large-capitalization portfolio while earning attractive distributions with lower volatility. The Fund utilizes Strathbridge's proprietary SSO covered call writing strategy to enhance the income generated by the portfolio and to reduce volatility. In addition, the Fund may write cash covered puts options in respect of securities in which it is permitted to invest.

Portfolio Manager Commentary – March 2021

Net Asset Value at quarter end March 31, 2021 was \$4.92 versus \$4.62 on December 31, 2020. Unitholders received distributions totaling \$0.08 during the quarter.

The first quarter of 2021 was marked by continued strength in global equity markets which closed at or near all-time highs on expectations the rollout of vaccines around the world will lead to strong global GDP growth and corporate earnings in 2021. Central banks, in the meantime, remained committed to a policy of monetary easing in spite of stronger economic growth and inflation numbers, while governments continued to pass significant stimulus packages despite substantial deficits.

Financial stocks were not the strongest overall this quarter but still delivered solid returns. Most of the core financial holdings had double-digit total returns in the first quarter. The best performer was AGF Management Ltd which had a total return of 24.8% per cent this period.

Our weakest name in the core portfolio was BCE Inc which still had a positive total return of 5.8% per cent. The weakest name including the basket holdings was Shopify Inc. which was down 11.1% per cent on a total return basis.

Commentary cont'd on next page

Portfolio Manager Commentary – cont'd

Volatility, as measured by the CBOE Volatility Index (“VIX”), continued to decline in the first quarter, with the exception of late January as the so-called “Reddit Rally” fueled fierce price jumps in stocks such as Gamestop and AMC before regulators stepped in to limit trading. The manager continued to be opportunistic with the Strathbridge Selective Overwriting (“SSO”) strategy. On average, 8.5% of the portfolio was written during the period versus 11.6% on average during the previous quarter.

The fund had a total return of 8.35% compared to 8.80% for the TSX 60 Index. The price of the units listed on the TSX on March 31, 2021 was \$4.84 up 0.24 from the December 31, 2020 trading price of \$4.60 and represents a discount to NAV of \$0.08 per unit.

Manager

- ✓ Strathbridge Asset Management Inc., experienced issuer with 8 listed closed-end funds and one mutual fund
- ✓ One of Canada’s most experienced option strategy managers, with almost 25 years of investment management experience in Canada
- ✓ Proprietary selective call writing strategy utilized to enhance income generated from the portfolio and reduce volatility

Forward Looking Information and Disclaimer

This document may contain certain forward-looking statements. These statements may relate to future events or future performance and reflect management's current expectations. Such forward-looking statements reflect management's current beliefs and are based on information currently available to management. Although the forward-looking statements are based upon what management believes to be reasonable assumptions, there can be no assurance that actual results will be consistent with these forward-looking statements. Neither the Funds nor their respective managers assume any obligation to update or revise any forward-looking statement to reflect new events or circumstances. Actual results may differ materially from any forward-looking statement. Historical results and trends should not be taken as indicative of future operations. The Fund is not guaranteed, its value changes frequently and past performance may not be repeated. Unless otherwise indicated and except for returns for period less than one year, the indicated rates of return are the historical annual compounded total returns including changes in security value. All performance data take into account distributions or dividends paid to unitholders but do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns.



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