

**Goodwood Fixed Income Strategies**

Compound Return (%)	Month	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception	Distribution Yield	Effective Duration
<b>Goodwood Milford Fund*</b>	<b>3.78</b>	<b>3.78</b>	<b>-2.65</b>	<b>5.45</b>	<b>4.86</b>	<b>16.74</b>	<b>12.14</b>	<b>4.0%*</b>	<b>7.8</b>
iShares Core Canadian Universe Bond ETF	1.35	1.35	3.50	2.00	3.03	4.10	-	2.9%	7.5
iShares Canadian Corporate Bond ETF	1.68	1.68	2.57	2.85	3.07	5.24	-	3.0%	6.2
S&P/TSX Composite TR Index ("TSX")	8.74	8.74	0.47	9.81	5.64	9.15	5.48	-	-

Returns are net of fees. Source: Goodwood Inc.; Goodwood Milford Fund LP - Class S and iShares by Blackrock. See page 2 for more detailed footnote.

\*Projected Fund distribution yield for 2019

**Portfolio Manager**

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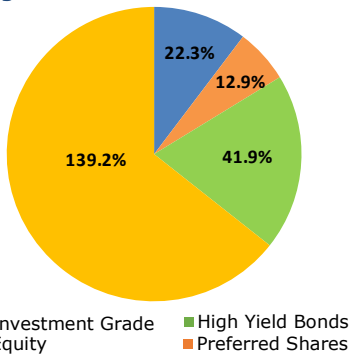
- 1) Goodwood Milford Fund Units** - the Goodwood Milford Fund LP (the "Fund") utilizes a core strategy of investing in primarily Canadian corporate bonds selected to provide higher coupon income and capital gains from credit upgrades and other credit enhancing events. Goodwood uses a bottom-up, fundamental investment approach to provide strong risk-adjusted returns with low monthly volatility. To mitigate risk and enhance return, the Fund invests a small portion of its assets in long/short equity investments.
- 2) Segregated Accounts** - Goodwood offers Segregated Managed Accounts ("SMA's") to investors. The SMA's have a similar corporate bond investment strategy to the Goodwood Milford Fund however each SMA is customized to suit an investor's unique goals, objectives and risk tolerances. SMA's do not typically utilize short selling or leveraged strategies and as such, these accounts are offered at a low cost to investors. (Please call for more details).

**President**

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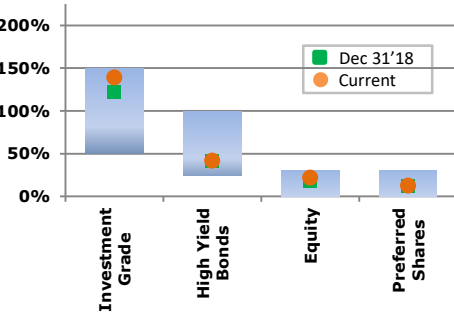
**Long Portfolio Asset Allocation %**



**Goodwood Milford Fund Portfolio Review**

**Investment Grade Corporate Bonds** - The Fund's January return was +3.78%. The Fund outperformed the FTSE TMX Canadian Universe Bond Index ("FTSE"), which earned +1.34%. This was the result of the Funds' positions in corporate and high yield bonds. The strong rally in the bond market was a result of US Fed chairman assuring the market that the Fed will proceed with patience in raising rates. Fed officials were forthright in saying that the market should not assume that the Fed was on a path of pre-planned rate hikes. The statement had the effect of convincing market participants that the Fed would not tighten in an economy where trade tensions with China are high and economic data shows signs of slowing.

**Target Allocation Ranges %**



**High Yield Bonds** - The high-yield bond ETF in the US ("HYG") generated a solid return of +4.95% in January. The positive tone of market participants towards riskier assets such as equities and high yield bonds drove the higher returns. The Funds' high yield holdings had substantial gains as well.

**Equities** - Equities rallied strongly around the world in January. Two factors led the rally: first, the US Federal Reserve significantly shifted its dialogue to indicate it would be patient in raising rates and would be flexible in reducing its balance sheet and second, there was apparent progress in resolving the US/China trade tensions whereby China indicated it would be prepared to significantly increase its purchases of US goods to reduce the US trade deficit with China. The TSX total return for January was +8.74% and the Dow Jones Industrial Average (DJIA) January return was +7.29%. The Funds equity positions posted strong gains in January.

Portfolio Statistics	FUND
Current Yield (Net)	8.77%
Effective Duration (Years) (Net)	7.8
Sharpe Ratio (1%) - 5 Year	0.66
Net Market Exposure	216.4%
Correlation to Broad Mkt (TSX)	0.58

**Preferred Shares** - After a brief rally early in January, the S&P/TSX Preferred Share Index treaded water and generated a return of -26 basis points. The lacklustre performance of the index did not hold back bank preferred share issuers who raised a total of \$800 million. TD and CIBC issued shares with 5.20% coupons and lower rated Canadian Western Bank issued with a coupon of 6.00%. The Fund bought the TD and CWB issues, and both are trading slightly above par.

As a reminder, the Fund provides weekly & monthly liquidity and is open to new investors.

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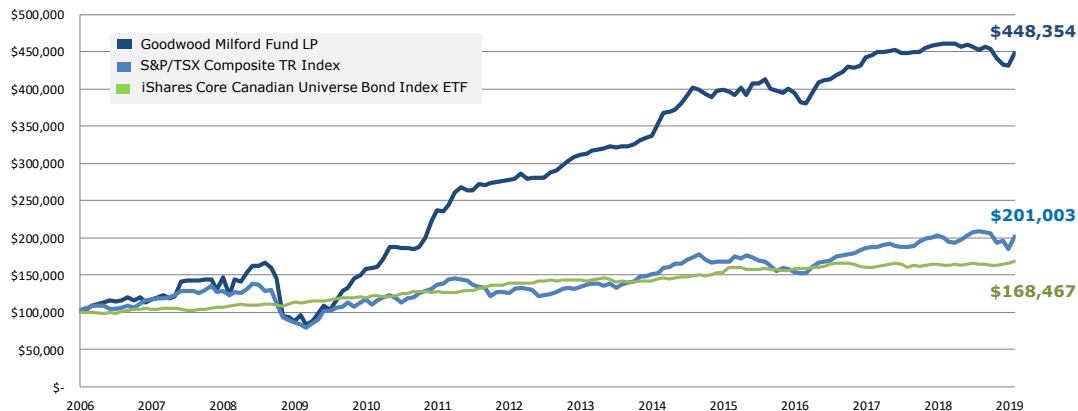
**Goodwood Milford Fund LP - 9 Year Monthly Return History\*:**

%	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
<b>2019</b>	3.8												<b>3.8</b>
<b>2018</b>	0.3	0.2	0.0	-1.0	0.6	-0.5	-1.1	1.0	-0.5	-2.9	-1.9	-0.2	<b>-5.9</b>
<b>2017</b>	0.5	1.1	-0.2	0.6	0.1	-0.9	-0.1	0.6	-0.2	1.4	0.7	0.1	<b>3.6</b>
<b>2016</b>	-3.1	-0.4	3.5	3.8	0.4	0.5	1.5	0.8	1.8	-0.3	0.6	2.6	<b>12.3</b>
<b>2015</b>	-0.9	-1.0	2.5	-2.3	3.8	0.1	1.2	-3.1	-0.6	-0.6	1.1	-1.3	<b>-1.2</b>
<b>2014</b>	4.9	4.1	0.2	1.0	2.2	3.0	2.5	-0.7	-1.4	-1.0	2.0	0.7	<b>18.5</b>
<b>2013</b>	0.3	1.6	0.3	0.8	0.7	-0.6	0.6	0.2	0.8	1.7	0.8	0.9	<b>8.3</b>
<b>2012</b>	0.6	2.5	-2.4	0.2	0.4	-0.2	2.6	0.9	2.3	2.0	1.8	0.9	<b>11.9</b>
<b>2011</b>	-0.2	3.6	6.9	2.4	-1.3	-0.3	3.0	-0.5	1.1	0.6	0.4	0.9	<b>17.7</b>
<b>2010</b>	1.2	1.3	6.6	8.8	0.0	-0.7	0.2	-1.0	2.0	6.7	11.4	6.0	<b>50.3</b>

Returns are net of fees. Source: Goodwood Inc., Goodwood Milford Fund LP - Class S

**Award Winning Risk-Adjusted Returns**

**Growth of \$100,000 Invested Jan 1, 2006**



Returns are net of fees. Source: Goodwood Inc., Goodwood Milford Fund LP Class S

**Investment Awards:**

- 2018 – Best 5 Year Return Category
- 2017 – Best 5 Year Return Category
- 2016 – Best 5 Year Sharpe Ratio Category
- 2015 – Best 5 Year Sharpe Ratio Category
- 2014 – Best 5 Year Return Category
- 2012 – Best 3 Year Sharpe Ratio Category
- 2012 – Best 3 Year Return Category



**Goodwood Milford Fund**

10th Anniversary

**WINNER OF THE 2017 CANADIAN HF AWARDS**

**Credit Focused**

**Best 5 Year Return 1st Place**

**Important Information:**

This communication is for information purposes only and is not, and under no circumstances is it to be construed as, an invitation to make an investment in the Goodwood Milford Fund LP (the "Fund") nor does it constitute a public offering to sell the Fund, strategy or any other products described herein. It should not be relied upon when evaluating the merits of a potential investment in any funds or strategies managed by Goodwood, Inc. Prior performance of the Fund up to September 30, 2013 relates to periods of time when the Fund's Investment Manager was Milford Capital Management Inc. and the portfolio manager was Chris Currie, CFA. Goodwood Inc. became the Investment Manager of the Fund on October 1, 2013 and Chris Currie joined Goodwood Inc.'s investment team continuing as portfolio manager for the Fund. There is no change to the investment strategy of the Fund. **\*Performance returns within are calculated for the founding Class of Units for the Fund - Goodwood Milford Fund LP Class S Units. Other class or series, including the Goodwood Milford Fund Trust may charge different fees and/or have varying investments therefore returns between classes and Funds may vary. The returns are net of all management fees, expenses and incentive performance fees. Performance data from certain market indices/ETFs are provided in this presentation for information purposes only. A comparison of the Fund's performance to such market indices is of limited use because the composition of the Fund's portfolio may contain other securities not found in the market index. As a result, no market indices are directly comparable to the results of the Fund or strategy.**