

This annual management report of fund performance contains financial highlights, but does not contain either the interim financial report or annual financial statements of the investment fund. You can get a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling us toll free at 1-866-378-7119, by writing to us at Natixis Investment Managers Canada LP (the "Manager"), 145 King Street West, Suite 1500, Toronto, ON., M5H 1J8, or by visiting our website at im.natixis.ca or SEDAR at www.sedar.com. Securityholders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

A NOTE ON FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and conditions. Forward-looking statements are statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "plans", "believes", "estimates" or negative versions thereof and similar expressions. In addition, any statement that may be concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, capital markets, business competition, technological changes, changes in government regulations, unexpected judicial or regulatory proceedings and catastrophic events.

We stress that the above-mentioned list is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise.

Management Discussion of Fund Performance

Investment Objective and Strategies

The investment objective of the Natixis Canadian Preferred Share Class (the "Fund" or the "Tax Class Fund") is to pursue a steady flow of income primarily through investment in Canadian preferred shares.

The portfolio sub-advisor, J. Zechner Associates Inc. ("Zechner"), will consider the credit quality of preferred share issuers, the attributes of individual preferred share issues and the expected direction of dividend yields. Zechner will seek to invest in preferred shares that provide attractive value relative to available preferred share types, issuers and issues. Zechner will also consider the relative attractiveness of preferred shares to other fixed income alternatives.

As a result of recent tax changes, while taxable investors who switch between series of a class of a Tax Class Fund will not trigger a disposition for tax purposes, all other switches of shares of a Tax Class Fund will be a disposition of the securities switched for proceeds of disposition equal to the fair market value thereof and taxable investors will be required to include any resulting capital gain in computing income for tax purposes.

Risk

No changes affecting the overall level of risk associated with investing in the Fund were made during the period. The risks of this Fund remain as discussed in the Fund's most recent simplified prospectus, annual information form or any amendments and fund facts.

Results of Operations

The Fund's net asset value (excludes inter-fund debt and rounded to the nearest thousand) decreased during the year from \$378,223,000 to \$355,308,000. This decrease was a result of negative return on investments offset by net sales.

The Series A of the Return of Capital class of the Fund returned -10.0% compared to a -7.9% return on its benchmark, the S&P/TSX Preferred Share Total Return Index (the "Benchmark"), from which fees and expenses are not deducted. See the section titled "Past Performance" for a detailed summary of the performance of the Fund.

The fund is invested in a diversified portfolio of preferred shares. Rate reset preferred shares made up the largest portion of the portfolio, with perpetual issues comprising much of the remainder.

Canadian preferred shares performed well for the first nine months of 2018, with better returns than both bonds and common stocks. However, in the final three months of the year they experienced a correction that turned the year into a disappointing one. Preferred shares were caught up in the volatility that swept through global financial markets in the fourth quarter. What started as a correction in a long bull market for equities morphed into concerns that global economic growth was slowing and possibly heading into a recession as a result of the U.S. trade war with China, tariffs, higher borrowing costs, and fading impact of the December 2017 U.S. tax cuts. Concerns about future creditworthiness led to a sharp widening of yield spreads for corporate bonds and reduced demand for preferred shares. Federal government bonds, however, rallied as they benefitted from a flight-to-quality bid as share prices plummeted. Yields of 5-year Canada bonds fell 45 basis points in the quarter, which contributed to the weakness in rate reset issues, because investors revised their expectations for future dividends lower. Preferred share prices were also under pressure from mid-November to mid-December from tax-loss selling as investors realized losses to offset gains elsewhere in their portfolios. Preferred shares became oversold by mid-December, prompting bargain hunting late in the quarter that produced a substantial bounce in prices.

The severity of the sell-off in preferred shares during the fourth quarter was, in large part, a function of exchange traded funds (ETF's) holding a substantial share of a rather illiquid asset class. There are currently a dozen ETF's focussed on Canadian preferred shares and, in total, they hold over 10% of the preferred shares outstanding in Canada. With many individual preferred shares held by buy-and-hold type investors, the ETF's represent a much larger percentage of the actively traded portion of the market. Most of the ETF's were created in the last three years, capitalizing on the disinterest of advisors and their clients in holding individual preferred share issues following the carnage of the 2015 preferred share bear market. The ETF's fared well as they gathered assets because they made repeated purchases of the same issues. However, the fourth quarter downturn illustrated the shortcoming of the ETF's when they are faced with redemptions. To raise the cash for redemptions, the ETF market makers employed programme selling that was not price sensitive and often resulted in substantial price declines on low volumes for less liquid issues. Lower prices, of course, meant worse performance for the remaining unitholders of the ETF's. In addition, trading prices for some ETF's deviated significantly below their respective net asset values repeatedly during the quarter. A further problem with some ETF's was short selling. The relative ease of borrowing an ETF made short selling it less risky than short sales of individual preferred issues.

Canadian economic data during the year was generally positive. The unemployment rate declined to 5.6%, the lowest level since at least 1976. GDP growth remained above 2.0%, which was faster than the Bank of Canada's estimate of the country's long term growth potential. Inflation accelerated early in the year, briefly hitting 3.0% before slowing to 1.7% late in the year as gasoline prices fell. Housing starts remained robust, although resale volumes and prices slowed. With the trade negotiations with the United States mostly resolved, the biggest negative for the Canadian economy was the fourth quarter plunge in global oil prices exacerbated by a widening discount for Canadian oil because of pipeline constraints.

In the United States, the economic news during 2018 was quite favourable. The rate of growth in U.S. GDP was particularly robust in the second and third quarters, at 4.2% and 3.4%, respectively. Unemployment fell to 3.7%, the lowest level since December 1969. The positive labour situation encouraged consumers, as retail sales were above forecasts and consumer debt rose. Surveys of manufacturing and non-manufacturing businesses as well as consumers all showed better than expected optimism. However, vehicle sales and the housing sector appear to have leveled off, showing little growth in the past year. Interestingly, inflationary pressures did not increase in the robust economic environment as the inflation rate declined to 1.9%.

There was a total of 17 new issues in 2018 for a total of \$4.8 billion. Average issue size was small at less than \$300 million. Issuance was sporadic; January had five new issues but five other months had zero issuance. Institutional participation in the new issues was subdued. According to investment dealers, some institutional investors were avoiding new issues because they felt reset spreads of less than 300 basis points made it less likely that the issues would be redeemed in five years. As well, revised insurance regulations reduced property and casualty company interest in preferred shares.

Continuing the trend from 2017, each of the rate reset issues that reset their dividends this year failed to attract enough interest in the floating rate option to cause a floating rate series to be created. Typically, holders of at least 1,000,000 shares must opt to convert to floating rate shares for that series to be created. If fewer shares opt for conversion, they must remain with the fixed rate series. With 5-year Canada bond yields roughly 80 basis points higher than 3-month Treasury Bills, investors are reluctant to anticipate enough rate increases by the Bank of Canada to make the floating rate shares worthwhile.

The fund underperformed the benchmark in the first half of the year. The primary reason for the shortfall was the sharp drop in the value of the Element Fleet Management preferred shares. The company's common shares fell over 56% in value in February and March, which made preferred shareholders nervous and those shares fell 22% in value. The sub-advisor remained confident about the creditworthiness of Element and developments over the balance of the year confirmed that. During May, Element announced the appointment of a new, credible CEO, as well as changes to its board of directors and good quarterly results. In addition, contrary to some investors' concerns, Element demonstrated that it had ready access to capital. The company's common shares responded well to the news and the preferred shares recovered much of their early losses. In the second half of the year, the fund's returns were modestly better than the benchmark, primarily because of the fund's higher relative exposure to perpetual issues, which suffered much smaller declines in value during the fourth quarter correction.

Noteworthy transactions in the year included purchases of new issues of Bank of Montreal, Bank of Nova Scotia, CIBC, Industrial Alliance, Manulife, National Bank, and TD Bank. The rate reset sector weighting was increased with the purchases of several issues resetting in the next 18 months because the sub-advisor anticipated that they would reset at higher dividend rates. The Bank of Nova Scotia and Toronto Dominion Bank holdings were redeemed in October; both issues had been purchased in anticipation that they would be called. Sales included the Sun Life Financial holding to reduce the overall perpetual sector weighting. The remaining Shaw Communications and Royal Bank positions were also sold. In addition, the sub-advisor sold the Kinder Morgan preferred shares because of the uncertainty regarding the company's plans in light of its sale of the Trans Mountain Pipeline to the federal government. Following weakness in the Canadian exchange rate the fund took profits in the U.S. dollar denominated shares in the fund. Around mid-year, the sub-advisor purchased a temporary holding of the BMO rate reset ETF, symbol ZPR, that was subsequently sold as attractive individual issues became available. In the fourth quarter, following the market selloff, the sub-advisor believed the preferred share market was oversold and any subsequent rebound would likely be swift, so cash balances were kept low.

Recent Developments

The sub-advisor believes preferred shares are very oversold and offer a significant buying opportunity for both income and for potential capital appreciation as share prices rebound in the coming months. Economic fundamentals and individual corporate financial results simply do not warrant the extremely pessimistic price action of the last three months. The issuers in the fund continue to generate strong profits and pay their preferred share dividends. The fund's portfolio has a current yield of 5.83% that, in our opinion, offers compelling value.

In light of the current economic strength in Canada and particularly in the United States, the sub-advisor believes the respective central banks will continue to raise interest rates. Both central banks believe they are no longer providing extraordinary monetary stimulus but need to raise interest rates further to achieve a neutral monetary stance. As they approach interest rate levels deemed to be neutral, the pace of increases is likely to slow to prevent overshooting and causing an economic slowdown. The sub-advisor believes the Bank of Canada's and the Fed's deliberations will be complicated in 2019 by slightly slower economic growth than this year. At this time, the sub-advisor thinks the Bank will raise its rates twice in 2019, while the Fed will move two or three times. However, the market pessimism in December resulted in a bond market rally that all but priced out the possibility of central bank rate increases this year. The sub-advisor believes this pessimism will fade in the coming months as economic data remains favourable. Accordingly, bond yields are expected to move higher in the coming months. With 5-year yields currently in line with levels from 5 years ago, any increase in bond yields will, in turn, result in rising dividend rates for reset issues.

The sub-advisor does not believe the recent correction was a repeat of 2015. That year, rate reset preferred shares plunged close to 20% on average as investors realized that their dividends were going to be cut 40% to 50% because the yield on 5-year Canada bonds had fallen to 0.50%. In 2018, bond yields were increasing, briefly rising above 2.50% before pulling back somewhat in the fourth quarter. As a result, rate reset preferred shares have been increasing, not decreasing, their dividend rates. With the Bank of Canada expected to make one or two more rate increases in the next year, bond yields are poised to move higher, further bolstering preferred share dividend rates.

The cash position was reduced to 1% as deposits were invested in existing holdings as well as new positions. The fund's overweight allocation to perpetual issues has been reduced; it now holds 21% compared with a market weight of 20% and an index weight of 15%. Rate reset issues comprised 74% of the fund (75% market, 82% index). Floating rate issues accounted for the remaining 3% of the fund.

Change of Securities Offerings

Effective May 9, 2017, the securities of all series of Capital Gains class are no longer available for purchase.

Effective June 12, 2017, the securities of Regular Front End Load, Deferred Load and Low Load series are no longer available for purchase.

Effective June 12, 2017, commenced offering securities of Series A.

On July 18, 2017, each of the issued Deferred Load, Low Load and Regular Front End Load Series Shares of each Class, other than Capital Gains class, were exchanged for that number of Series A Shares of the same Class of the same Fund.

Effective June 5, 2018, the securities of Deferred Load and Low Load purchase options of the shares of Series A are no longer available for purchase.

Investors may continue to own these securities, redeem their investment, or switch their investment to securities of the Fund or another Natixis Fund that is available for purchase and for which they qualify. Investors may also switch their Deferred Load and Low Load purchase option securities for other Deferred Load and Low Load purchase option securities, respectively.

Fund Class and Series Name Changes

Effective June 9, 2017, the Fund renamed the following Class and Series:

Previous Name	New Name
Dividend Tax Credit Class	Dividend class
Regular F Series	Series F
Institutional Front End Load Series	Series I

Inter-Fund Debt

Under the fund on fund investment structure, the Fund issues debt in the form of limited recourse notes to the Natixis Canadian Preferred Share Registered Fund (the "Registered Fund"). These limited recourse notes are redeemable on demand by the Registered Fund, and pay interest at a floating rate equal to prime plus 1%. During the year, the maximum and minimum inter-fund debt issued (rounded to the nearest thousand) was \$44,261,000 and \$31,506,000, respectively. At the end of the year, the debt represented 8.6% of the Fund's net asset value. This debt is intended to increase the tax efficiency of the Fund and is not used as financial leverage.

Related Party Transactions

The Manager provides investment management, distribution and administrative services to the Fund. These services are provided in the normal course of operations and are recorded at the amount of consideration agreed to by the Manager and the Fund. National Instrument 81-107 requires the Fund, to establish an independent review committee ("IRC") to whom the Fund must refer all conflict of interest matters for review or approval. NI 81-107 also imposes obligations upon the Manager to establish written policies and procedures for dealing with conflict of interest matters, maintain records in respect of these matters, and provide assistance to the IRC in carrying out its functions.

Management Fees

In consideration for the investment advisory services provided, the Manager receives a monthly management fee based on the daily average net assets of each series of the Fund, other than Series I. From its management fees, the Manager pays the cost of portfolio manager compensation, and sales and trailing commissions to dealers who distribute securities of the Fund. In consideration for other administrative services provided, the Manager may also charge an administrative fee to the Funds.

From time to time, the Manager may reduce the effective management fee payable by some shareholders by reducing the management fee it charges to the Fund, directing the Fund to make management fee distributions to these shareholders, or by rebating these fees back to the Fund in amounts equal to the management fee reduction. Management fee distributions are automatically reinvested in additional shares of the Fund and are accounted for as distributions for financial statement purposes.

Contingent Tax Management Fee

Effective June 4, 2018, the Manager eliminated the annual contingent tax management fee associated with all series of securities of the Compound Growth class of each of the Tax Class Funds.

The publicly offered tax classes of each Tax Class Fund ("Tax Classes") utilize a variety of value-added proprietary mechanisms designed to enhance their tax efficiency for a variety of financial planning purposes. An annual contingent tax management fee of 0.15% is charged to the Compound Growth class of the applicable Tax Class Fund as the objective of the Tax Class, being to minimize the amount and frequency of distributions to an investor, is of unique benefit to investors of the class. The annual fee is accrued daily and paid monthly to the Manager, on the same basis as, and in addition to, the management fee. No tax management contingent fee is payable in respect of the remaining Tax Classes.

This fee will be refunded to the Compound Growth class of a Tax Class Fund if the following conditions are not met:

- a) the Compound Growth class has a positive return for the year; and
- b) the class does not pay a taxable distribution of any kind in the calendar year unless its return is in excess of 10% in that year. Furthermore, if the investment return exceeds 10% in the calendar year at least 50% of the return must remain undistributed to shareholders of the class.

Fund Operating Expenses

Each Fund is responsible for the payment of all operating expenses including, but not limited to, taxes, accounting fees, legal fees, audit fees, trustee fees, IRC fees, custodial fees, administrative costs, investor servicing costs, broker commissions, interest and bank charges, and costs of reports and prospectuses. In consideration for other administrative services provided, the Manager may also charge an administrative fee to the Funds. The Manager allocates to the Fund certain overhead costs which are directly related to the operation of the Fund (excluding marketing and sales). Those overhead costs would include a portion of the Manager's IT computer software, systems and staff salaries, facilities, insurance (property and liability only), depreciation on fixed assets, data and telephone, printing, office and other general administrative costs.

Operating expenses are attributed to a Fund, or a Fund's series. Common operating expenses of the Funds may be allocated among each fund based on the average number of securityholders or the average daily net assets value of that fund, or other methods of allocation that the Manager deems appropriate, depending on the type of operating expenses being allocated.

Expenses Absorbed

The Manager may waive or absorb a portion of the management fees or operating expenses for certain funds. The decision to absorb these expenses is reviewed periodically and determined at the discretion of the Manager, without notice to shareholders.

The related party fees charged are as follows:

	December 31, 2018	December 31, 2017
Management fees	3,447,417	3,006,915
Tax Management Contingent fees	-	159,690
Inter-fund debt interest	1,968,268	1,508,292
Administrative services provided by the Manager	126,977	136,879
Fund expenses absorbed by the Manager	(138,613)	(319,840)

Management Fees and Class/Series Description

The Fund offers these Tax Classes: Return of Capital; Dividend; Compound Growth; and a single non-publicly offered class of debt and equity called Inter-Fund. Each of these classes, excluding the Inter-Fund class, have three publicly offered series of shares: Series A, Series F and Series I. The following securities are no longer available for purchase: Deferred Load and Low Load purchase options of Series A, Regular Front End Load, Deferred Load, Low Load and all series of the Capital Gains class.

Management fees differ among the Fund's series of shares. The Fund pays the Manager an aggregate management fee. Management fees for Series I shares are negotiated and paid directly by the investor, not by the Fund. From its management fees, the Manager pays the costs of portfolio manager compensation, and sales and trailing commissions to dealers who distribute securities of the Fund.

In addition to a management fee, each series of the Compound Growth class is charged an annual contingent tax management fee of 0.15% which is repayable if certain conditions are not met. Effective June 4, 2018, the annual contingent tax management fee was eliminated.

Series	Management Fee (%)			As a Percentage of Management Fees [^]	
	Return of Capital and Dividend	Compound Growth	Capital Gains	Dealer Compensation (%)	General Administration, Investment Advice and Profit (%)
Series A / Regular, Deferred and Low Load	1.25	1.25	1.25	38	62
Series F	0.70	0.75	0.75	0	100

[^] Include contingent tax management fees.

For Series I Shares, separate Series I fees are negotiated and paid by each Series I investor. The combined management, administrative and any service fees charged for Series I Shares will not exceed the management fee charged for Series F Shares.

Summary of Investment Portfolio at December 31, 2018

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund. You may obtain quarterly updates to the Fund's holdings free of charge by calling us toll free at 1-866-378-7119 or by writing us at Natixis Investment Managers Canada LP, 145 King Street West, Suite 1500, Toronto, ON, M5H 1J8 or by visiting our website at im.natixis.ca or SEDAR at www.sedar.com.

Top 25 Holdings	%*	Sector Allocation	%*
Pembina Pipeline Corp Preferred Stock Var	5.4	Financials	53.3
Algonquin Power & Utility Preferred Stock Var	5.3	Energy	22.5
Element Fleet Management Preferred Stock Var	5.1	Utilities	15.4
BCE Inc Preferred Stock Var	5.1	Telecommunication Services	5.1
TransCanada Corp Preferred Stock Var	5.0	Consumer Staples	2.4
Enbridge Inc Preferred Stock Var	4.7	Cash & Equivalents§	1.3
Toronto Dominion Bank Preferred Stock Var	4.6	Total	100.0
Altagas Ltd Preferred Stock Var	4.2		
National Bank of Canada Preferred Stock Var	3.8		
Brookfield Asset Management Inc Preferred Stock 4.9	3.7		
Bank of Montreal Preferred Stock Var	3.5		
Husky Energy Inc Preferred Stock Var	3.2		
Intact Financial Corp Preferred Stock Var	3.1		
Manulife Financial Corp Preferred Stock Var	3.1		
First National Financial Preferred Stock Var	3.0		
Power Financial Corp Preferred Stock 5.1	2.8		
Fairfax Financial Holdings Ltd Preferred Stock Var	2.6		
Co-Operators General Insurance Preferred Stock 5	2.6		
Canadian Utilities Ltd Preferred Stock 4.9	2.5		
Fortis Inc Preferred Stock 4.75	2.3		
Fairfax Financial Holdings Ltd Preferred Stock	2.2		
Canadian Imperial Bank of Commerce Preferred Stock Var	2.1		
Industrial Alliance Preferred Stock Var	2.1		
George Weston Ltd Preferred Stock 4.75	2.0		
Fortis Inc Preferred Stock Var	1.8		

*Based on Transactional NAV in which securities are priced at market closing prices on December 31, 2018.

^Including other working capital.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund. Updates are available quarterly.

Past Performance

The past performance shows historical performance of each class and series of shares of the Fund. This information is provided to show the past performance only and does not necessarily indicate how the Fund will perform in the future. The past performance information assumes that all distributions were reinvested in additional shares of the same class and series of the Fund. The past performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance.

Effective June 4, 2018, the annual management fee of Series F of Return of Capital and Dividend classes was lowered by 5 basis points, respectively.

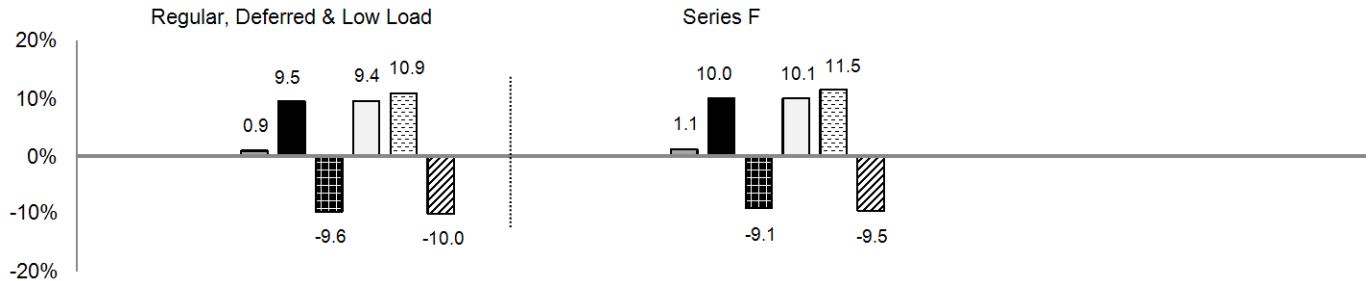
Effective June 4, 2018, the Manager eliminated the annual contingent tax management fee associated with all series of the Compound Growth class of each of the Tax Class Funds.

These changes could have affected the performance of the Fund had they been in effect throughout the performance measurement periods presented.

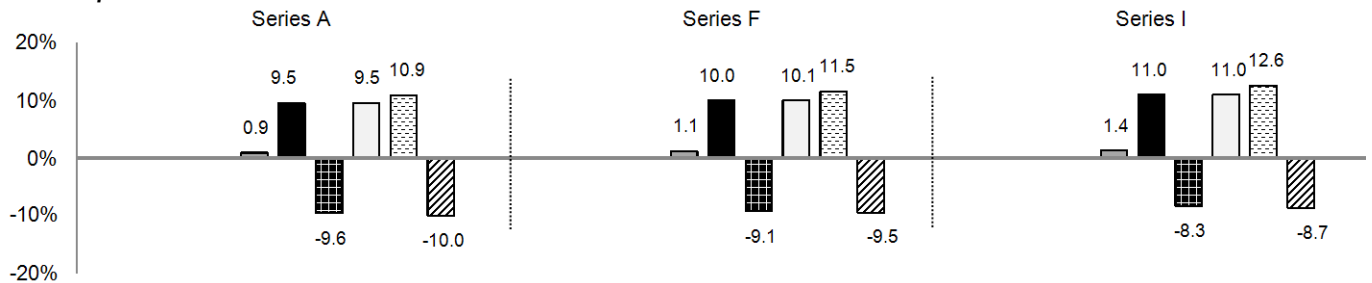
Year-by-Year Returns

The following charts illustrate the annual performance of each class and series of shares of the Fund since its retail inception date - August 26, 2013. *Performance of Series A reflects the past performance of the Regular Front End Load Series.* The charts show, in percentage terms, how much an investment made on the first day of each financial period would have increased or decreased by the last day of each financial period.

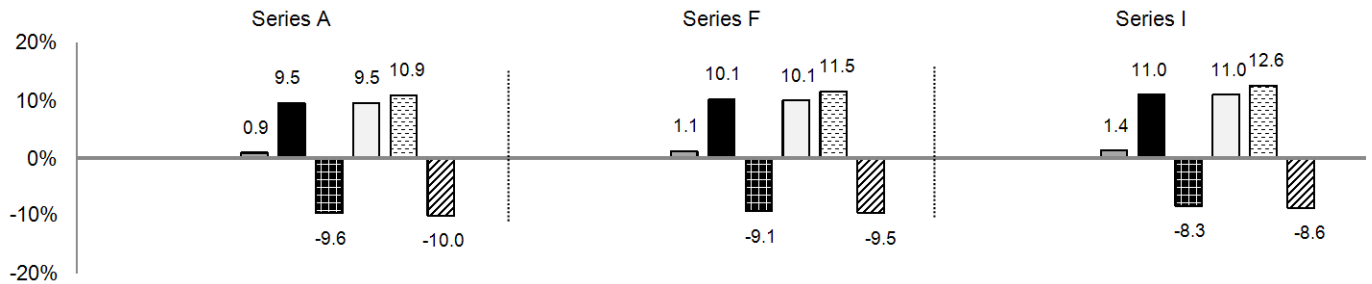
Capital Gains



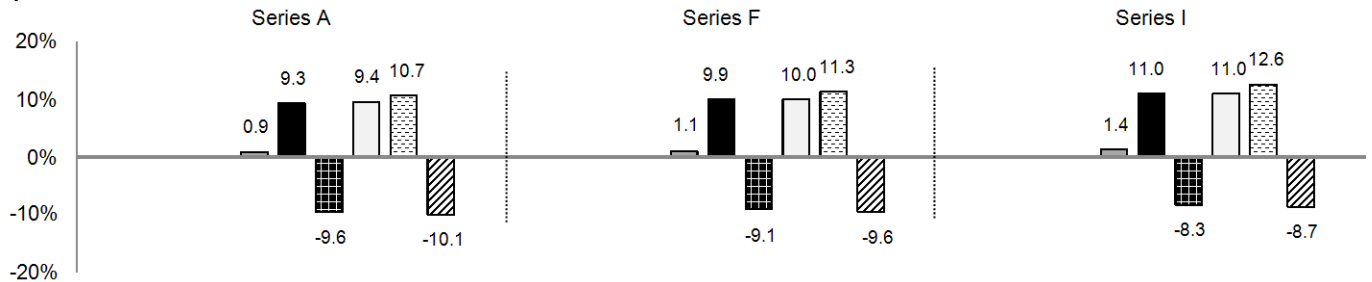
Return of Capital



Dividend



Compound Growth



Dec 31 '13
 Dec 31 '14
 Dec 31 '15
 Dec 31 '16
 Dec 31 '17
 Dec 31 '18

Annual Compound Returns

The following table shows the annual compounded total return for each class and series currently offered by the Fund for each of the years shown, ending on December 31, 2018. The annual compound total return is also compared to the Benchmark on the same compound basis.

Series ¹	Capital Gains					Return of Capital				
	1 year	3 year	5 year	Since Inception ³		1 year	3 year	5 year	Since Inception ³	
Series A Regular, Deferred and Low	-10.0%	3.0%	1.6%	1.6%		-10.0%	3.0%	1.6%	1.6%	
Series F	-9.5%	3.6%	2.1%	2.2%		-9.5%	3.6%	2.1%	2.2%	
Series I						-8.7%	4.5%	3.0%	3.1%	

Series ¹	Dividend					Compound Growth				
	1 year	3 year	5 year	Since Inception ³		1 year	3 year	5 year	Since Inception ³	
Series A	-10.0%	3.0%	1.6%	1.7%		-10.1%	2.9%	1.5%	1.6%	
Series F	-9.5%	3.6%	2.1%	2.2%		-9.6%	3.5%	2.1%	2.1%	
Series I	-8.6%	4.5%	3.0%	3.1%		-8.7%	4.5%	3.0%	3.1%	

	1 year	3 year	5 year	Since Inception ³
Return of Benchmark ²	-7.9%	3.8%	0.3%	0.5%

¹ Net of all fees and expenses paid by the Fund other than Series I where performance is reported gross of fees negotiated and paid directly by the investor.

² The S&P/TSX Preferred Share Total Return Index is comprised of preferred stocks trading on the Toronto Stock Exchange that meet criteria relating to size, liquidity and issuer rating.

³ Annual compound returns since inception for all classes and series are from the Inception Date.

Financial Highlights[†]

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for each of the year or period ending dates indicated.

Net Assets Per Share (\$) ¹

CAPITAL GAINS	Regular, Deferred and Low Load Series					Series F				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Net assets, beginning of year	9.44	9.35	9.23	10.21	10.09	9.52	9.43	9.30	10.23	10.11
Increase (decrease) from operations:										
Total revenue	0.43	0.47	0.51	0.49	0.51	0.43	0.48	0.51	0.51	0.52
Total expenses (excluding distributions)	(0.15)	(0.16)	(0.15)	(0.15)	(0.16)	(0.10)	(0.10)	(0.10)	(0.10)	(0.11)
Realized gains (losses) for the year	(0.02)	(0.02)	(0.07)	(0.19)	0.05	(0.02)	(0.01)	(0.07)	(0.24)	0.03
Unrealized gains (losses) for the year	(1.17)	0.75	0.49	(1.15)	0.45	(1.16)	0.69	0.20	(1.00)	0.34
Total increase (decrease) from operations ²	(0.91)	1.04	0.78	(1.00)	0.85	(0.85)	1.06	0.54	(0.83)	0.78
Distributions:										
From net investment income (excluding dividends)	-	-	-	-	-	-	-	-	-	-
From eligible dividends	-	-	-	-	-	-	-	-	-	-
From capital gains	-	(0.92)	(0.74)	-	(0.84)	-	(0.99)	(0.80)	-	(0.89)
Return of capital	-	-	-	-	-	-	-	-	-	-
Total distributions ³	-	(0.92)	(0.74)	-	(0.84)	-	(0.99)	(0.80)	-	(0.89)
Net assets, end of year ⁴	8.49	9.44	9.35	9.23	10.21	8.61	9.52	9.43	9.30	10.23

Please refer to the footnotes on the last page of this document.

Net Assets Per Share (\$) ¹ (cont'd)

RETURN OF CAPITAL	Series A					Series F				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Net assets, beginning of year	9.87	9.37	9.06	10.53	9.97	10.12	9.55	9.17	10.60	9.99
Increase (decrease) from operations:										
Total revenue	0.45	0.47	0.48	0.50	0.50	0.46	0.48	0.51	0.50	0.50
Total expenses (excluding distributions)	(0.15)	(0.16)	(0.14)	(0.15)	(0.16)	(0.10)	(0.11)	(0.10)	(0.10)	(0.11)
Realized gains (losses) for the year	(0.02)	(0.01)	(0.07)	(0.25)	0.04	(0.03)	(0.01)	(0.07)	(0.21)	0.04
Unrealized gains (losses) for the year	(1.22)	0.66	0.56	(1.19)	0.47	(1.31)	0.66	0.62	(1.27)	0.41
Total increase (decrease) from operations ²	(0.94)	0.96	0.83	(1.09)	0.85	(0.98)	1.02	0.96	(1.08)	0.84
Distributions:										
From net investment income (excluding dividends)	-	-	-	-	-	-	-	-	-	-
From eligible dividends	(0.32)	-	(0.12)	(0.18)	-	(0.32)	-	(0.12)	(0.18)	-
From capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	(0.19)	(0.51)	(0.39)	(0.30)	(0.38)	(0.19)	(0.51)	(0.39)	(0.30)	(0.38)
Total distributions ³	(0.51)	(0.51)	(0.51)	(0.48)	(0.38)	(0.51)	(0.51)	(0.51)	(0.48)	(0.38)
Net assets, end of year [*]	8.41	9.87	9.37	9.06	10.53	8.69	10.12	9.55	9.17	10.60

	Series I				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Net assets, beginning of year	10.57	9.86	9.37	10.73	10.01
Increase (decrease) from operations:					
Total revenue	0.49	0.53	0.50	0.50	0.53
Total expenses (excluding distributions)	(0.01)	(0.01)	(0.01)	(0.02)	(0.02)
Realized gains (losses) for the year	(0.02)	0.01	(0.08)	(0.20)	0.02
Unrealized gains (losses) for the year	(1.37)	0.57	0.59	(0.59)	0.31
Total increase (decrease) from operations ²	(0.91)	1.10	1.00	(0.31)	0.84
Distributions:					
From net investment income (excluding dividends)	-	-	-	-	-
From eligible dividends	(0.32)	-	(0.12)	(0.18)	-
From capital gains	-	-	-	-	-
Return of capital	(0.19)	(0.51)	(0.39)	(0.30)	(0.38)
Total distributions ³	(0.51)	(0.51)	(0.51)	(0.48)	(0.38)
Net assets, end of year [*]	9.17	10.57	9.86	9.37	10.73

Please refer to the footnotes on the last page of this document.

MANAGEMENT REPORT OF FUND PERFORMANCE
NATIXIS CANADIAN PREFERRED SHARE CLASS

For the year ended December 31, 2018

Net Assets Per Share (\$) ¹ (cont'd)

DIVIDEND	Series A					Series F				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Net assets, beginning of year	9.87	9.37	9.06	10.53	9.97	10.13	9.56	9.18	10.61	9.99
Increase (decrease) from operations:										
Total revenue	0.45	0.47	0.48	0.49	0.50	0.46	0.48	0.50	0.50	0.50
Total expenses (excluding distributions)	(0.15)	(0.16)	(0.14)	(0.15)	(0.15)	(0.10)	(0.10)	(0.10)	(0.10)	(0.10)
Realized gains (losses) for the year	(0.02)	(0.01)	(0.07)	(0.20)	0.05	(0.03)	(0.01)	(0.06)	(0.20)	0.05
Unrealized gains (losses) for the year	(1.24)	0.68	0.58	(1.23)	0.48	(1.42)	0.64	0.58	(1.31)	0.49
Total increase (decrease) from operations ²	(0.96)	0.98	0.85	(1.09)	0.88	(1.09)	1.01	0.92	(1.11)	0.94
Distributions:										
From net investment income (excluding dividends)	-	-	-	-	-	-	-	-	-	-
From eligible dividends	(0.51)	(0.51)	(0.51)	(0.48)	(0.38)	(0.51)	(0.51)	(0.51)	(0.48)	(0.38)
From capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-	-	-	-	-
Total distributions ³	(0.51)	(0.51)	(0.51)	(0.48)	(0.38)	(0.51)	(0.51)	(0.51)	(0.48)	(0.38)
Net assets, end of year [*]	8.41	9.87	9.37	9.06	10.53	8.70	10.13	9.56	9.18	10.61

	Series I				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Net assets, beginning of year	10.56	9.86	9.37	10.73	10.01
Increase (decrease) from operations:					
Total revenue	0.49	0.50	0.51	0.52	0.48
Total expenses (excluding distributions)	(0.01)	(0.01)	(0.02)	(0.01)	(0.02)
Realized gains (losses) for the year	(0.02)	(0.01)	(0.08)	(0.39)	0.06
Unrealized gains (losses) for the year	(1.39)	0.72	0.66	(0.58)	0.63
Total increase (decrease) from operations ²	(0.93)	1.20	1.07	(0.46)	1.15
Distributions:					
From net investment income (excluding dividends)	-	-	-	-	-
From eligible dividends	(0.51)	(0.51)	(0.12)	(0.48)	(0.38)
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total distributions ³	(0.51)	(0.51)	(0.12)	(0.48)	(0.38)
Net assets, end of year [*]	9.17	10.56	9.86	9.37	10.73

Please refer to the footnotes on the last page of this document.

MANAGEMENT REPORT OF FUND PERFORMANCE
NATIXIS CANADIAN PREFERRED SHARE CLASS

For the year ended December 31, 2018

Net Assets Per Share (\$) ¹ (cont'd)

COMPOUND GROWTH	Series A					Series F				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Net assets, beginning of year	11.69	10.56	9.79	11.03	10.09	11.98	10.76	9.92	11.11	10.11
Increase (decrease) from operations:										
Total revenue	0.54	0.53	0.53	0.52	0.51	0.55	0.56	0.54	0.53	0.52
Total expenses (excluding distributions)	(0.18)	(0.20)	(0.16)	(0.16)	(0.18)	(0.12)	(0.14)	(0.10)	(0.10)	(0.12)
Realized gains (losses) for the year	(0.03)	(0.02)	(0.08)	(0.19)	0.05	(0.03)	(0.01)	(0.08)	(0.21)	0.04
Unrealized gains (losses) for the year	(1.48)	0.83	0.60	(1.30)	0.46	(1.62)	0.76	0.65	(1.45)	0.44
Total increase (decrease) from operations ²	(1.15)	1.14	0.89	(1.13)	0.84	(1.22)	1.17	1.01	(1.23)	0.88
Distributions:										
From net investment income (excluding dividends)	-	-	-	-	-	-	-	-	-	-
From eligible dividends	(0.36)	-	(0.16)	(0.17)	-	(0.35)	-	(0.16)	(0.17)	-
From capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-	-	-	-	-
Total distributions ³	(0.36)	-	(0.16)	(0.17)	-	(0.35)	-	(0.16)	(0.17)	-
Net assets, end of year [*]	10.15	11.69	10.56	9.79	11.03	10.46	11.98	10.76	9.92	11.11

	Series I				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Net assets, beginning of year	12.48	11.08	10.13	11.25	10.14
Increase (decrease) from operations:					
Total revenue	0.58	0.58	0.57	0.52	0.52
Total expenses (excluding distributions)	(0.02)	(0.01)	(0.02)	(0.02)	(0.02)
Realized gains (losses) for the year	(0.03)	-	(0.07)	(0.19)	0.05
Unrealized gains (losses) for the year	(1.73)	0.73	0.85	(0.99)	0.51
Total increase (decrease) from operations ²	(1.20)	1.30	1.33	(0.68)	1.06
Distributions:					
From net investment income (excluding dividends)	-	-	-	-	-
From eligible dividends	(0.39)	-	(0.17)	(0.18)	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total distributions ³	(0.39)	-	(0.17)	(0.18)	-
Net assets, end of year [*]	10.98	12.48	11.08	10.13	11.25

Please refer to the footnotes on the last page of this document.

MANAGEMENT REPORT OF FUND PERFORMANCE
NATIXIS CANADIAN PREFERRED SHARE CLASS

For the year ended December 31, 2018

Ratios and Supplemental Data ¹

CAPITAL GAINS	Regular, Deferred and Low Load Series					Series F				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Total net asset value (\$)	3,221,056	4,594,781	5,538,919	5,950,182	4,010,503	2,890,178	5,547,160	6,108,456	8,372,598	2,824,117
Number of shares outstanding	379,445	486,926	592,577	644,926	392,873	335,587	582,756	648,017	900,135	276,076
Management expense ratio (%) ²	1.61	1.61	1.61	1.58	1.49	1.04	1.04	1.04	1.00	1.01
Management expense ratio before waivers or absorptions (%) ²	1.62	1.67	1.66	1.69	1.74	1.05	1.10	1.09	1.11	1.26
Trading expense ratio (%) ³	0.07	0.11	0.07	0.21	0.11	0.07	0.11	0.07	0.21	0.11
Portfolio turnover rate (%) ⁴	32.57	35.86	28.61	49.69	33.05	32.57	35.86	28.61	49.69	33.05
Net asset value per share (\$)	8.49	9.44	9.35	9.23	10.21	8.61	9.52	9.43	9.30	10.23

RETURN OF CAPITAL	Series A					Series F				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Total net asset value (\$)	26,158,069	26,288,125	19,487,370	17,461,580	6,810,932	54,112,848	56,670,123	35,670,659	20,368,248	10,607,322
Number of shares outstanding	3,112,032	2,664,468	2,079,182	1,927,624	646,911	6,228,167	5,598,337	3,734,002	2,220,155	1,000,530
Management expense ratio (%) ²	1.61	1.60	1.60	1.55	1.50	1.03	1.06	1.05	1.02	1.01
Management expense ratio before waivers or absorptions (%) ²	1.62	1.66	1.65	1.66	1.75	1.04	1.12	1.11	1.13	1.26
Trading expense ratio (%) ³	0.07	0.11	0.07	0.21	0.11	0.07	0.11	0.07	0.21	0.11
Portfolio turnover rate (%) ⁴	32.57	35.86	28.61	49.69	33.05	32.57	35.86	28.61	49.69	33.05
Net asset value per share (\$)	8.41	9.87	9.37	9.06	10.53	8.69	10.12	9.55	9.17	10.60

	Series I				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Total net asset value (\$)	4,851,760	5,440,256	431,048	391,325	141,465
Number of shares outstanding	528,837	514,834	43,727	41,770	13,190
Management expense ratio (%) ²	0.11	0.10	0.16	0.16	0.16
Management expense ratio before waivers or absorptions (%) ²	0.12	0.16	0.21	0.27	0.41
Trading expense ratio (%) ³	0.07	0.11	0.07	0.21	0.11
Portfolio turnover rate (%) ⁴	32.57	35.86	28.61	49.69	33.05
Net asset value per share (\$)	9.17	10.57	9.86	9.37	10.73

Please refer to the footnotes on the last page of this document.

MANAGEMENT REPORT OF FUND PERFORMANCE
NATIXIS CANADIAN PREFERRED SHARE CLASS

For the year ended December 31, 2018

Ratios and Supplemental Data ¹ (cont'd)

DIVIDEND	Series A					Series F				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Total net asset value (\$)	25,721,874	28,900,609	22,158,637	20,018,998	12,680,385	49,684,671	38,167,721	24,198,838	15,073,374	8,914,971
Number of shares outstanding	3,058,976	2,928,524	2,363,688	2,209,553	1,204,111	5,712,157	3,767,151	2,531,476	1,642,197	840,497
Management expense ratio (%) ²	1.60	1.60	1.60	1.55	1.47	1.01	1.04	1.04	1.02	0.96
Management expense ratio before waivers or absorptions (%) ²	1.61	1.66	1.65	1.66	1.72	1.02	1.10	1.09	1.13	1.21
Trading expense ratio (%) ³	0.07	0.11	0.07	0.21	0.11	0.07	0.11	0.07	0.21	0.11
Portfolio turnover rate (%) ⁴	32.57	35.86	28.61	49.69	33.05	32.57	35.86	28.61	49.69	33.05
Net asset value per share (\$)	8.41	9.87	9.37	9.06	10.53	8.70	10.13	9.56	9.18	10.61

	Series I				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Total net asset value (\$)	3,892,905	3,270,498	2,240,254	1,476,331	312,847
Number of shares outstanding	424,401	309,612	227,287	157,580	29,169
Management expense ratio (%) ²	0.11	0.11	0.17	0.16	0.16
Management expense ratio before waivers or absorptions (%) ²	0.12	0.17	0.22	0.27	0.41
Trading expense ratio (%) ³	0.07	0.11	0.07	0.21	0.11
Portfolio turnover rate (%) ⁴	32.57	35.86	28.61	49.69	33.05
Net asset value per share (\$)	9.17	10.56	9.86	9.37	10.73

COMPOUND GROWTH	Series A					Series F				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Total net asset value (\$)	29,797,176	35,662,235	33,285,189	35,175,169	37,104,517	69,642,666	78,548,559	47,835,199	40,728,525	29,160,946
Number of shares outstanding	2,936,982	3,049,556	3,150,891	3,591,765	3,364,878	6,655,166	6,558,842	4,446,040	4,105,620	2,625,123
Management expense ratio (%) ²	1.60	1.77	1.62	1.56	1.65	1.05	1.22	1.04	1.00	1.11
Management expense ratio before waivers or absorptions (%) ²	1.61	1.82	1.67	1.67	1.90	1.06	1.28	1.09	1.11	1.35
Trading expense ratio (%) ³	0.07	0.11	0.07	0.21	0.11	0.07	0.11	0.07	0.21	0.11
Portfolio turnover rate (%) ⁴	32.57	35.86	28.61	49.69	33.05	32.57	35.86	28.61	49.69	33.05
Net asset value per share (\$)	10.15	11.69	10.56	9.79	11.03	10.46	11.98	10.76	9.92	11.11

	Series I				
	31-Dec-18	31-Dec-17	31-Dec-16	31-Dec-15	31-Dec-14
Total net asset value (\$)	7,249,218	9,941,643	4,738,476	3,563,641	8,429,194
Number of shares outstanding	659,929	796,843	427,470	351,826	749,266
Management expense ratio (%) ²	0.16	0.11	0.16	0.16	0.17
Management expense ratio before waivers or absorptions (%) ²	0.17	0.17	0.21	0.27	0.42
Trading expense ratio (%) ³	0.07	0.11	0.07	0.21	0.11
Portfolio turnover rate (%) ⁴	32.57	35.86	28.61	49.69	33.05
Net asset value per share (\$)	10.98	12.48	11.08	10.13	11.25

Please refer to the footnotes on the last page of this document.

Financial Highlights

* Financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). All other calculations for the purposes of this MRFP are made using Net Asset Value. As at December 31, 2018 there was no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Net Assets Per Share footnotes

¹ This information is derived from the Fund's audited annual financial statements as at December 31 of the years shown.

² Net assets and distributions are based on the actual amount of shares at the relevant time. The increase (decrease) from operations is based on the weighted average number of shares outstanding over the financial period.

³ Distributions were reinvested in additional shares of the Fund, unless the investor requested payment in cash.

* This is not a reconciliation of the beginning and ending net assets per share as the increase (decrease) from operations data is based on the weighted average number of shares during the period rather than actual share amounts at the relevant time.

Ratios and Supplemental Data footnotes

¹ The information is provided as at December 31 of the years shown.

² The management expense ratio (MER) is calculated in accordance with National Instrument 81-106 and is based on total expenses (excluding distributions, commissions, portfolio transaction costs and forward fees as applicable) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. In a period where a series is established, the management fee ratio is annualized from the date of inception to the end of the period.

The Manager may authorize a reduction in the management fees and/or operating expense rates generally for certain investors of the Fund who pay or incur distribution or other expenses normally paid by the Fund or the Manager. In this case, if the Manager reduces or rebates a portion of the management fee, the Fund or the Manager pays an amount equal to the reduction either as a distribution or as a direct rebate. The MER does not take this type of reduction into account.

The Manager may temporarily reduce or absorb all or any portion of the management fee and/or operating expenses of the Fund and can terminate the reduction or absorption at any time. The Manager expects to continue to absorb these fees or expenses until such time as the Fund is of sufficient size to reasonably absorb all fees and expenses.

³ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average Transactional NAV during the period.

⁴ The Fund's portfolio turnover rate indicates how the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher the Fund's portfolio turnover rate in the period, the greater the trading costs payable by the Fund and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.