

**REDWOOD CANADIAN PREFERRED SHARE FUND**  
**(TO BE RENAMED PURPOSE CANADIAN PREFERRED SHARE FUND)** – Series A  
May 30, 2018

*This document contains key information you should know about Redwood Canadian Preferred Share Fund (to be renamed Purpose Canadian Preferred Share Fund). You can find more details in the fund's simplified prospectus. Ask your representative for a copy, contact Purpose Investments Inc. at 1-877-789-1517 or info@purposeinvest.com, or visit www.purposeinvest.com.*

**Before you invest in any fund, consider how the fund would work with your other investments and your tolerance for risk.**

**The name of the fund will change from “Redwood Canadian Preferred Share Fund” to “Purpose Canadian Preferred Share Fund” effective June 18, 2018.**

**QUICK FACTS**

<b>Fund Code:</b>	RAM 202	<b>Fund Manager:</b>	Purpose Investments Inc.
<b>Date Series Started:</b>	October 14, 2004	<b>Portfolio Manager:</b>	Purpose Investments Inc.
<b>Total Value of Fund on April 30, 2018:</b>	\$282.5 million	<b>Distributions:</b>	Annually <sup>(1)</sup>
<b>Management Expense Ratio (MER):</b>	1.88%	<b>Minimum Investment:</b>	\$5,000 initial, \$100 subsequent

**WHAT DOES THE FUND INVEST IN?**

The Fund focuses on investments in floating rate preferred shares from investment grade Canadian issuers. It may also invest in the preferred and common shares of other Canadian and foreign issuers. The Fund will provide investors with exposure to tax-efficient income paid generally in reference to Government of Canada T-Bills or the Canadian Prime Rate.

The charts below give you a snapshot of the Fund's investments on April 30, 2018. The Fund's investments will change.

**TOP 10 INVESTMENTS (APRIL 30, 2018)**

Company	% of Net Asset Value
1. Cash & Cash Equivalents	4.55%
2. Royal Bank Of Canada, Non Cum 5 Yr Reset Pfd Ser Az	3.03%
3. Altagas Ltd, Cum Redeem 5 Yr Pfd Ser E	2.90%
4. Transcanada Corp, Cum Red First Pfd Ser 7	2.14%
5. Brookfield Asset Mgmt Inc, Cum Cl A Pfd Ser 40	2.12%
6. Pembina Pipeline Corp, Cum Red Rate Reset Cl A Pfd 3	2.12%
7. Brookfield Office Properties, Cl Aaa Pfd Ser T	2.06%
8. Bank Of Montreal, Non Cum 5 Yr Cl B Pfd Ser 27	2.06%
9. BCE Inc Pref Ser R	1.90%
10. Canadian Investment Grade Preferred Share Fund	1.90%
<b>Total percentage of top 10 investments</b>	<b>24.78%</b>
<b>Total number of investments</b>	<b>130</b>

**INVESTMENT MIX (APRIL 30, 2018)**

Sector	% of Net Asset Value
Resets	80.23%
Floaters	7.14%
Other Securities	4.04%
Straights	4.04%
Cash & Cash Equivalents	4.55%
<b>Total</b>	<b>100.00%</b>

**HOW RISKY IS IT?**

The value of the Fund can go down as well as up. You could lose money.

One way to gauge risk is to look at how much a fund's returns change over time. This is called "volatility".

In general, funds with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. Funds with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

**RISK RATING**

Purpose Investments Inc. has rated the volatility of the Fund as **low to medium**.

This rating is based on how much the Fund's returns have changed from year to year. It doesn't tell you how volatile the Fund will be in the future. The rating can change over time. A fund with a low risk rating can still lose money.



For more information about the risk rating and specific risks that can affect the Fund's returns, see the "What are the Risks of Investing in the Fund?" and "Who Should Invest in This Fund?" sections of the Fund's simplified prospectus.

**REDWOOD CANADIAN PREFERRED SHARE FUND**  
**(TO BE RENAMED PURPOSE CANADIAN PREFERRED SHARE FUND)** – Series A  
May 30, 2018

**NO GUARANTEES**

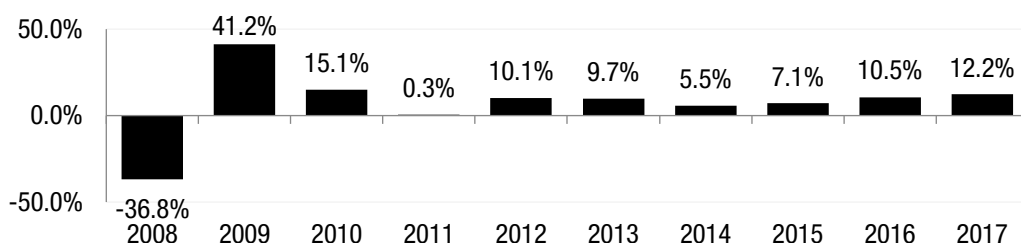
Like most mutual funds, this Fund doesn't have any guarantees. You may not get back the amount of money you invest.

**HOW HAS THE FUND PERFORMED?**

This section shows you how Series A units of the Fund have performed in each of the past ten years. Returns are after expenses have been deducted. These expenses reduce the Fund's returns.

**Year-by-Year Returns <sup>(1)</sup>**

This chart shows how Series A units of the Fund have performed in each of the past ten years. The Fund dropped in value in one of the ten years. The range of returns and change from year to year can help you assess how risky the Fund has been in the past. It does not tell you how the Fund will perform in the future.



**Best and Worst 3-month Returns <sup>(1)</sup>**

This table shows the best and worst returns for Series A units of the Fund in a 3-month period over the past ten years. The best and worst 3-month returns could be higher or lower in the future. Consider how much of a loss you could afford to take in a short period of time.

	Return	3 months ending	If you invested \$1,000 at the beginning of the period
Best return	21.01%	May 29, 2009	Your investment would rise to \$1210.13
Worst return	-32.39%	November 28, 2008	Your investment would drop to \$676.14

**Average Return**

A person who invested \$1,000 in Series A shares of the Fund since inception would have \$2521.82 as at April 30, 2018. This works out to an annual compound return of 7.08%

<sup>(1)</sup> The Fund changed its name and its investment strategy on May 26, 2015 to invest primarily in floating rate preferred shares. If this strategy has been in place for the full period, performance would have been significantly different.

**WHO IS THE FUND FOR?**

Investors who:

- are seeking a regular source of income with the potential for capital appreciation;
- are not concerned about short-term price fluctuations; and
- are planning to hold investment for the medium to long term.

**Do not invest in this Fund unless you are willing to accept the potential loss of a portion of your investment, or if you have a short-term investment horizon.**

**A WORD ABOUT TAX**

In general, you'll have to pay income tax on any money you make on a fund. How much you pay depends on the tax laws where you live and whether or not you hold the fund in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold your fund in a non-registered account, fund distributions are included in your taxable income, whether you get them in cash or have them reinvested.

**HOW MUCH DOES IT COST?**

The following tables show the fees and expenses you could pay to buy, own and sell Series A units of the Fund. The fees and expenses, including any commissions, can vary among series of a fund and among funds. Higher commissions can influence representatives to recommend one investment over another. Ask about other funds and investments that may be suitable for you at a lower cost.

**1. SALES CHARGES**

There is only one sales charge option for Series A units of the Fund.

**REDWOOD CANADIAN PREFERRED SHARE FUND**  
**(TO BE RENAMED PURPOSE CANADIAN PREFERRED SHARE FUND)** – Series A  
May 30, 2018

Sales Charge Option	What You Pay		How it Works
	In Percent (%)	In Dollars (\$)	
Initial sales charge	0% to 5% of the amount you buy	\$0 to \$50 on every \$1,000 you buy	The rate is decided between the investor and the representative. This sales charge is deducted from the gross amount purchased, at the time of purchase, as a commission for the representative's firm.

## 2. FUND EXPENSES

You don't pay these expenses directly. They affect you because they reduce the Fund's returns.

As of December 31, 2017, the Fund's expenses were 2.36% of its value. This equals \$23.60 for every \$1,000 invested.

	Annual rate (as a % of the Fund's value)
<b>Management expense ratio (MER)</b> This is the total of the Fund's management fee (which includes the trailing commission) and operating expenses. Purpose waived some of the Fund's expenses. If it had not done so, the MER would have been higher.	1.88%
<b>Trading expense ratio (TER)</b> These are the Fund's trading costs.	0.48%
<b>Fund Expenses</b>	<b>2.36%</b>

### More About the Trailing Commission

The trailing commission is an ongoing commission. It is paid for as long as you own the Fund. It is for the services and advice that your representative and their firm provide to you.

Purpose Investments Inc. pays the trailing commission to your representative's firm. It is paid from the Fund's management fee and is based on the value of your investment.

Fee	Amount of trailing commission	
	In Percent (%)	In Dollars (\$)
Trailing Commission	0.75% of the value of your investment each year	\$7.50 each year on every \$1,000 invested

## 3. OTHER FEES

You may have to pay other fees when you buy, hold, sell or switch units of the Fund.

Fee	What you pay
Short-term trading fee	We will impose a short-term trading fee payable by the unitholder of up to 5% of the aggregate net asset value of the units sold or switched within 30 days of purchase, except in limited circumstances. This fee goes to the Fund.
Switch fee	A representative may charge up to 2% of the value of the units switched to another Purpose Fund. This fee is payable by the unitholder and goes to the Fund.

### WHAT IF I CHANGE MY MIND?

Under securities law in some provinces and territories, you have the right to:

- i. withdraw from an agreement to buy mutual funds within two business days after you receive a simplified prospectus or Fund Facts document, or
- ii. cancel your purchase within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, annual information form, Fund Facts document or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

**REDWOOD CANADIAN PREFERRED SHARE FUND**  
**(TO BE RENAMED PURPOSE CANADIAN PREFERRED SHARE FUND)** – Series A  
May 30, 2018

**FOR MORE INFORMATION**

Contact Purpose Investments Inc. or your representative for a copy of the fund's simplified prospectus and other disclosure documents. These documents and the Fund Facts make up the Fund's legal documents.

**Purpose Investments Inc.**  
130 Adelaide St. West Suite 1700  
Toronto, ON M5H 3P5  
T: 416.583.3850

TF: 877.789.1517  
F: 416.583.3851  
[www.purposeinvest.com](http://www.purposeinvest.com)  
[info@purposeinvest.com](mailto:info@purposeinvest.com)

To learn more about investing in mutual funds, see the brochure **Understanding mutual funds**, which is available on the website of the Canadian Securities Administrators at [www.securities-administrators.ca](http://www.securities-administrators.ca).

**REDWOOD CANADIAN PREFERRED SHARE FUND**  
**(TO BE RENAMED PURPOSE CANADIAN PREFERRED SHARE FUND)** – Series F  
May 30, 2018

*This document contains key information you should know about Redwood Canadian Preferred Share Fund (to be renamed Purpose Canadian Preferred Share Fund). You can find more details in the fund's simplified prospectus. Ask your representative for a copy, contact Purpose Investments Inc. at 1-877-789-1517 or info@purposeinvest.com, or visit www.purposeinvest.com.*

**Before you invest in any fund, consider how the fund would work with your other investments and your tolerance for risk.**

**The name of the fund will change from “Redwood Canadian Preferred Share Fund” to “Purpose Canadian Preferred Share Fund” effective June 18, 2018.**

**QUICK FACTS**

<b>Fund Code:</b>	RAM 222	<b>Fund Manager:</b>	Purpose Investments Inc.
<b>Date Series Started:</b>	July 6, 2007	<b>Portfolio Manager:</b>	Purpose Investments Inc.
<b>Total Value of Fund on April 30, 2018:</b>	\$282.5 million	<b>Distributions:</b>	Annually <sup>(1)</sup>
<b>Management Expense Ratio (MER):</b>	1.05%	<b>Minimum Investment:</b>	\$5,000 initial, \$100 subsequent

**WHAT DOES THE FUND INVEST IN?**

The Fund focuses on investments in floating rate preferred shares from investment grade Canadian issuers. It may also invest in the preferred and common shares of other Canadian and foreign issuers. The Fund will provide investors with exposure to tax-efficient income paid generally in reference to Government of Canada T-Bills or the Canadian Prime Rate.

The charts below give you a snapshot of the Fund's investments on April 30, 2018. The Fund's investments will change.

**TOP 10 INVESTMENTS (APRIL 30, 2018)**

Company	% of Net Asset Value
1. Cash & Cash Equivalents	4.55%
2. Royal Bank Of Canada, Non Cum 5 Yr Reset Pfd Ser Az	3.03%
3. Altagas Ltd, Cum Redeem 5 Yr Pfd Ser E	2.90%
4. Transcanada Corp, Cum Red First Pfd Ser 7	2.14%
5. Brookfield Asset Mgmt Inc, Cum Cl A Pfd Ser 40	2.12%
6. Pembina Pipeline Corp, Cum Red Rate Reset Cl A Pfd 3	2.12%
7. Brookfield Office Properties, Cl Aaa Pfd Ser T	2.06%
8. Bank Of Montreal, Non Cum 5 Yr Cl B Pfd Ser 27	2.06%
9. BCE Inc Pref Ser R	1.90%
10. Canadian Investment Grade Preferred Share Fund	1.90%
<b>Total percentage of top 10 investments</b>	<b>24.78%</b>
<b>Total number of investments</b>	<b>130</b>

**INVESTMENT MIX (APRIL 30, 2018)**

Sector	% of Net Asset Value
Resets	80.23%
Floaters	7.14%
Other Securities	4.04%
Straights	4.04%
Cash & Cash Equivalents	4.55%
<b>Total</b>	<b>100.00%</b>

**HOW RISKY IS IT?**

The value of the Fund can go down as well as up. You could lose money.

One way to gauge risk is to look at how much a fund's returns change over time. This is called "volatility".

In general, funds with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. Funds with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

**RISK RATING**

Purpose Investments Inc. has rated the volatility of the Fund as **low to medium**.

This rating is based on how much the Fund's returns have changed from year to year. It doesn't tell you how volatile the Fund will be in the future. The rating can change over time. A fund with a low risk rating can still lose money.



For more information about the risk rating and specific risks that can affect the Fund's returns, see the "What are the Risks of Investing in the Fund?" and "Who Should Invest In This Fund?" sections of the Fund's simplified prospectus.

**REDWOOD CANADIAN PREFERRED SHARE FUND**  
**(TO BE RENAMED PURPOSE CANADIAN PREFERRED SHARE FUND)** – Series F  
May 30, 2018

**NO GUARANTEES**

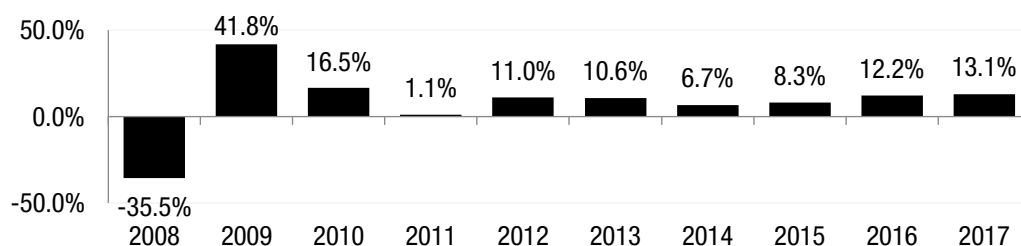
Like most mutual funds, this Fund doesn't have any guarantees. You may not get back the amount of money you invest.

**HOW HAS THE FUND PERFORMED?**

This section shows you how Series F units of the Fund have performed in each of the past ten years. Returns are after expenses have been deducted. These expenses reduce the Fund's returns.

**Year-by-Year Returns <sup>(1)</sup>**

This chart shows how Series F units of the Fund have performed in each of the past ten years. The Fund dropped in value in one of the ten years. The range of returns and change from year to year can help you assess how risky the Fund has been in the past. It does not tell you how the Fund will perform in the future.



**Best and Worst 3-month Returns <sup>(1)</sup>**

This table shows the best and worst returns for Series F units of the Fund in a 3-month period over the past ten years. The best and worst 3-month returns could be higher or lower in the future. Consider how much of a loss you could afford to take in a short period of time.

	Return	3 months ending	If you invested \$1,000 at the beginning of the period
Best return	21.38%	May 29, 2009	Your investment would rise to \$1213.83
Worst return	-30.87%	November 28, 2008	Your investment would drop to \$691.35

**Average Return**

A person who invested \$1,000 in Series F shares of the Fund since inception would have \$1938.64 as at April 30, 2018. This works out to an annual compound return of 6.39%

<sup>(1)</sup> The fund changed its name and its investment strategy on May 26, 2015 to invest primarily in floating rate preferred shares. If this strategy has been in place for the full period, performance would have been significantly different.

**WHO IS THE FUND FOR?**

Investors who:

- are seeking a regular source of income with the potential for capital appreciation;
- are not concerned about short-term price fluctuations; and
- are planning to hold investment for the medium to long term.

**Do not invest in this Fund unless you are willing to accept the potential loss of a portion of your investment, or if you have a short-term investment horizon.**

**A WORD ABOUT TAX**

In general, you'll have to pay income tax on any money you make on a fund. How much you pay depends on the tax laws where you live and whether or not you hold the fund in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold your fund in a non-registered account, fund distributions are included in your taxable income, whether you get them in cash or have them reinvested.

**HOW MUCH DOES IT COST?**

The following tables show the fees and expenses you could pay to buy, own and sell Series F units of the Fund. The fees and expenses, including any commissions, can vary among series of a fund and among funds. Higher commissions can influence representatives to recommend one investment over another. Ask about other funds and investments that may be suitable for you at a lower cost.

**REDWOOD CANADIAN PREFERRED SHARE FUND**  
**(TO BE RENAMED PURPOSE CANADIAN PREFERRED SHARE FUND)** – Series F  
May 30, 2018

**1. SALES CHARGES**

There are no sales charges payable on purchases of Series F units. Purchasers of Series F units will, however, likely be required to pay their representatives a fee directly under a fee-based program with their representatives. This series is available through representatives who have a Series F agreement with Purpose.

**2. FUND EXPENSES**

You don't pay these expenses directly. They affect you because they reduce the Fund's returns.

As of December 31, 2017, the Fund's expenses were 1.53% of its value. This equals \$15.30 for every \$1,000 invested.

	Annual rate (as a % of the fund's value)
<b>Management expense ratio (MER)</b> This is the total of the Fund's management fee (which includes the trailing commission) and operating expenses. Purpose waived some of the Fund's expenses. If it had not done so, the MER would have been higher.	1.05%
<b>Trading expense ratio (TER)</b> These are the Fund's trading costs.	0.48%
<b>Fund Expenses</b>	<b>1.53%</b>

**More About the Trailing Commission**

No trailing commission is paid in respect of this series.

**3. OTHER FEES**

You may have to pay other fees when you buy, hold, sell or switch units of the Fund.

Fee	What you pay
Short-term trading fee	We will impose a short-term trading fee payable by the unitholder of up to 2% of the aggregate net asset value of the units sold or switched within 30 days of purchase, except in limited circumstances. This fee goes to the Fund.
Switch fee	A representative may charge up to 2% of the value of the units switched to another Purpose Fund. This fee is payable by the unitholder and goes to the Fund.
Investment Advisory Fee	Purchasers of Series F units will likely be required to pay their representative a fee directly under a fee based program with their representatives. This series is available through representatives who have a Series F agreement with Purpose.

**WHAT IF I CHANGE MY MIND?**

Under securities law in some provinces and territories, you have the right to:

- i. withdraw from an agreement to buy mutual funds within two business days after you receive a simplified prospectus or Fund Facts document, or
- ii. cancel your purchase within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, annual information form, Fund Facts document or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

**FOR MORE INFORMATION**

Contact Purpose Investments Inc. or your representative for a copy of the fund's simplified prospectus and other disclosure documents. These documents and the Fund Facts make up the fund's legal documents.

**Purpose Investments Inc.**  
130 Adelaide St. West Suite 1700  
Toronto, ON M5H 3P5

T: 416.583.3850  
TF: 877.789.1517  
F: 416.583.3851  
www.purposeinvest.com  
info@purposeinvest.com

To learn more about investing in mutual funds, see the brochure **Understanding mutual funds**, which is available on the website of the Canadian Securities Administrators at [www.securities-administrators.ca](http://www.securities-administrators.ca).