

SEASONAL INVESTING

Investing with historically demonstrated buy and sell dates during times of the year when markets and sectors have traditionally outperformed because of one or more recurring annual events*.

INVESTMENT OBJECTIVE

The Horizons AlphaPro Seasonal Rotation ETF (the “ETF”) seeks to provide long-term capital appreciation in all market cycles by tactically allocating its exposure amongst equities, fixed income, commodities and currencies during periods that have historically demonstrated seasonal trends.

INVESTMENT HIGHLIGHTS

PROPRIETARY SEASONAL ROTATION INVESTMENT STRATEGY

The ETF uses a proprietary, seasonal rotation investment strategy developed by research analysts Don Vialoux and Brooke Thackray. The strategy’s core position consists of broad markets at seasonally favourable times of the year and money market securities at seasonally unfavourable times of the year. The strategy allocates from the core portfolio to various sectors when those sectors offer favourable opportunities. Rotating a portfolio in anticipation of these opportunities is designed to deliver returns that are superior to a static investment in broad markets. As seasonal periods are never the same, this investment strategy is supported by additional fundamental and technical analysis.

EXPERIENCED INNOVATORS IN THE SEASONAL ROTATION STRATEGY

Seasoned veterans Don Vialoux and Brooke Thackray have, combined, over 50 years of investment industry and related experience and will provide technical analysis to support the seasonal rotation strategy of the ETF and identify seasonal patterns.

POTENTIAL FOR OUTPERFORMANCE

Current research supports the view that broad markets and sectors may earn higher returns during specific periods of the year when compared to other periods of the same duration.

LOW COST, ACTIVELY MANAGED SOLUTION

With a management fee of only 0.75%, you will gain exposure to a fully managed and diversified portfolio.

BROAD DIVERSIFICATION

The ETF portfolio will be primarily comprised of exchange traded funds to gain access to the broader markets (Canadian or U.S. equities, fixed income), sectors, currencies and commodities. Investing via ETFs is cost effective and also helps to reduce risk in the portfolio.

RESEARCH ANALYSTS

DON VIALOUX, CMT



Don Vialoux has 37 years of experience in the investment industry. He is a past President and current Director of the Canadian Society of Technical Analysts (CSTA). He achieved the Chartered Market Technician (CMT) designation in 1996 with a thesis entitled “Seasonality in Canadian Equity Prices.”

He is a highly regarded expert in technical analysis and provides a daily letter on equity markets at www.timingthemarket.ca, which has visits from 130 countries. He contributes a weekly column in the Financial Post that combines technical, fundamental and seasonality analysis, and is a frequent presenter on BNN. Previously he provided technical analysis services for RBC Investments.

BROOKE THACKRAY, CFP, CIM



Brooke Thackray has nearly 14 years of investment related experience, most recently as President of Mount-Alpha Media, where he has written and published several books, including Thackray’s 2010 Investor’s Guide. He is also the author of a monthly news letter, Thackray

Market Letter. He is a monthly columnist for the Globe and Mail Gold Line Investor and is a regular guest on BNN. Previously he was an Investment Advisor at major brokerage firms, including TD Waterhouse and RBC Investments. He also co-founded UpWave Media Inc., a financial publishing company. Mr. Thackray has an MBA from York University and has several financial designations, including Certified Financial Planner (CFP) and Canadian Investment Manager (CIM).

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| TICKER | HAC : TSX |
| INVESTMENT MANAGER | JovInvestment Management Inc. |
| MANAGEMENT FEE | 0.75% |
| PERFORMANCE FEE | 20% over High Water Mark & 5% annualized hurdle rate |
| REGISTERED ACCOUNT ELIGIBLE | Yes |
| DISTRIBUTION FREQUENCY | Annual, if any |
| INCEPTION DATE | November 19 th , 2009 |

* Source: Thackray’s 2010 Investors Guide

Commissions, trailing commissions, management fees and expenses all may be associated with exchange traded fund (“ETFs”) investments. Please read the prospectus before investing. ETFs are not guaranteed, their values change frequently and past performance may not be repeated.

**HORIZONS ALPHAPRO
SEASONAL ROTATION ETF**

AS OF JANUARY 31ST, 2009

The Horizons AlphaPro Seasonal Rotation ETF (the “ETF”) closed at \$9.75 on January 31st, slightly below its launch price at \$10.00 on November 19th. Performance since launch has been encouraging.

The ETF moved through a series of sector seasonal transitions during the month. Profits were taken in the Agriculture and Technology sectors. Positions temporarily reverted back to exchange traded funds that track the market, iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund, iShares CDN S&P/TSX 60 Index Fund Rydex S&P Equal Weight ETF and iShares Russell 2000 Index Fund. At month end, initial positions were placed in sectors that outperform the market on a seasonal basis in February; they include Oil Services Holders Trust, Materials Select Sector SPDR Fund and SPDR S&P Metals & Mining ETF.

Additional seasonal sector trades are expected to be placed in the Fund in February. Possible additional seasonal sector trades include the U.S. Retail sector and the U.S. and Canadian energy sectors.

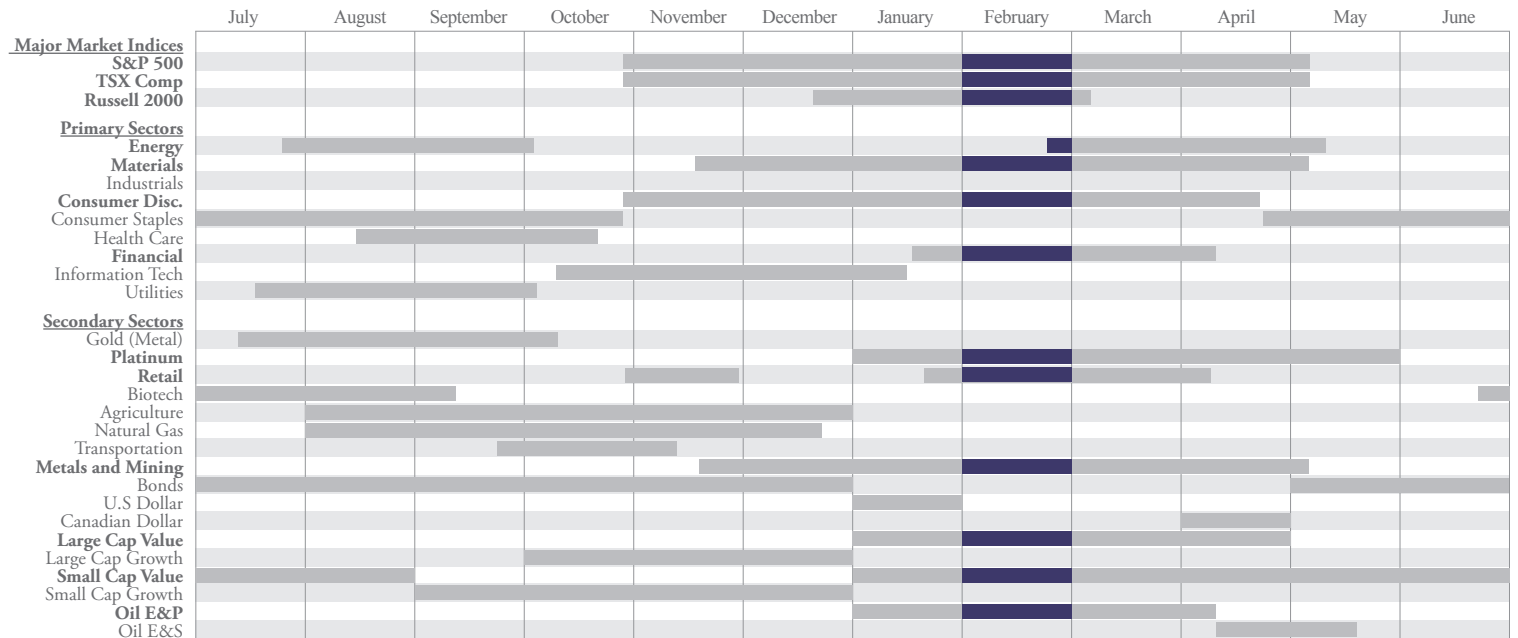
The ETF was fully hedged against U.S. currency risk during January. Seasonal influences for the U.S. Dollar turn positive in January and remain positive until March. Technically, the U.S. Dollar currently is significantly overbought in the short term. Removing the hedge at current levels does not appear to be an attractive strategy despite favourable seasonal factors.

In our opinion, North American equity markets are short term oversold and are setting the stage for a recovery in selected sectors.

**TOP HOLDINGS
AS OF JANUARY 31ST, 2009**

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| Canadian Dollar Exposure Assets | 36.2% |
| iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund | 32.5% |
| iShares CDN S&P/TSX 60 Index Fund | 3.7% |
| United States Dollar Exposure Assets | 59.1% |
| Rydex S&P Equal Weight ETF | 19.5% |
| iShares Russell 2000 Index Fund | 15.0% |
| Consumer Discretionary Select Sector SPDR Fund | 9.9% |
| Materials Select Sector SPDR Fund | 5.0% |
| Oil Services Holders Trust | 4.9% |
| SPDR S&P Metals & Mining ETF | 4.8% |
| Canadian Dollar Futures (Mar 2010) Currency Hedge ** | -1.0% |
| Cash Equivalents , Cash & Other | 5.7% |
| Total | 100.0% |

SEASONAL INVESTMENT TIME LINE



Source: Thackray's 2010 Investor's Guide

The sub-advisor has a direct interest in the management and performance fees of the Funds, and may, at any given time, have a direct interest in any or all of the Funds themselves. The opinions expressed in the commentary are those of the author and do not necessarily reflect the views and opinions of AlphaPro Management Inc. or any distributor of the Funds. The views expressed are of a general nature should not be interpreted as investment advice to you in any way. Please consult a qualified financial advisor before making an investment decision.