

Call your financial advisor today, and learn more about the benefits of owning a Stone T-Series investment.



T SERIES

Income Options for Investors

**Introducing the Stone T-Series
Now an available option on:**

Stone & Co. Flagship Growth & Income Fund Canada

Stone & Co. Flagship Stock Fund Canada

Stone & Co. Flagship Global Growth Fund

Stone & Co. Longevity Global Dividend Fund™

CONTACT

For additional information, please contact your financial advisor or Stone Client Services at:

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THE STONE T-SERIES

- A series of Stone funds that deliver a monthly income stream
- A monthly distribution of 8% per year, or \$0.0667 per month assuming starting NAVPS of \$10
- T-Series benefit investors with tax-efficient cash flow through non-taxable return of capital

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Any indicated rates of return are the historical annual compounded total returns including changes in security value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. The payment of distributions is not guaranteed and may fluctuate. The payment of distributions should not be confused with a fund's performance, rate of return, or yield. If distributions paid by the fund are greater than the performance of the fund, then your original investment will shrink. Distributions paid as a result of capital gains realized by a fund and income and dividends earned by a fund are taxable in your hands in the year they are paid. Your adjusted cost base will be reduced by the amount of any returns of capital. If your adjusted cost base goes below zero, then you will have to pay capital gains tax on the amount below zero. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.



THE STONE T-SERIES ARE a type of investment geared to providing investors with:

- o a consistent monthly income stream of 8% per annum,
- o while deferring the payment of taxes.

THE STONE T-SERIES OPTION is available on the following four Stone mutual funds:

STONE & CO. FLAGSHIP GROWTH & INCOME FUND CANADA

STONE & CO. FLAGSHIP STOCK FUND CANADA

STONE & CO. FLAGSHIP GLOBAL GROWTH FUND

STONE & CO. LONGEVITY GLOBAL DIVIDEND FUND™

THE STONE T-SERIES ARE RIGHT FOR YOU if you:

- o require a regular stream of tax efficient monthly income of 8% per annum or \$0.0667 per month per security assuming starting NAVPS of \$10,
- o seek tax efficiency through the deferment of capital gains tax,
- o have a higher risk tolerance to accept opportunity for higher return, and
- o are interested in a non-registered investment.

THE STONE T-SERIES TAX BENEFITS are many since the primary source of distributions are intended to be delivered through non-taxable return of capital.

By receiving the monthly distribution through the T-Series option, you will have the opportunity to defer the payment of taxes until your investment is redeemed.

This means that your after-tax income will be higher and you may in the future experience reduced tax rates.

THE STONE T-SERIES MAKE SENSE because we have been delivering since 2001 consistent tax-efficient monthly distributions through one of the original income growth annuity mutual funds, the Stone & Co. Flagship Growth & Income Fund Canada.

Stone & Co. Limited, in working closely with our advisors, listened to our investors, and thus made the commitment to meeting the needs identified.

Our commitment to delivering on our distribution rate has never wavered. We have successfully seen to the cash flow needs of many our investors who utilize our Funds.

Stone has the experience, the mandates, and the commitment to help you meet your cash flow needs.

T-Series offer you the opportunity to receive a tax-efficient monthly stream of income by distributing, in part, a return of capital.

WHAT IS RETURN OF CAPITAL (ROC)?

ROC is a Distribution consisting of a return of part of the original capital invested or unrealized capital gains in a fund's underlying portfolio. ROC is generated by adjusting the cost basis or book value of a fund.

The benefit of ROC is that it is taxed differently than other forms of distributions.

T-Series strives to deliver ROC distributions to maximize your after-tax cash flow. Taxation of the distributions you receive may vary depending on what comprises the distribution.

The chart below exhibits the T-Series distribution target mix, and further exhibits the tax rates¹ that you may experience in respect of these distributions. T-Series will strive to minimize the taxation of the distributions by seeking primarily to distribute ROC.

INCOME TYPES	T-SERIES TARGET	MARGINAL TAX RATE ¹
INCOME	LOW	46.41%
DIVIDENDS	MODERATE	23.20%
CAPITAL GAINS	MODERATE	23.20%
RETURN OF CAPITAL	HIGH	00.00% ²

You may also receive distributions comprised of dividends and capital gains which are also more tax efficient than interest income. Capital gains may be generated from trading in the portfolio or growth of the portfolio. The opportunities for tax deferral in a T-Series portfolio are many.

Your tax professional can assist you in determining what level of investment in T-Series based on your personal needs makes sense.

¹Tax rates based on Ontario, ² ROC distributions will reduce ACB.

THE STONE T-SERIES FUNDS operate under two unique mandates:

Pure Growth®

Seeks companies generating long-term profitability growth.

Pure Total Return™

All stock investments must pay a dividend.

The Stone investment team strictly adheres to the value of these mandates.

With respect to T-Series investing and the deferral of tax, these mandates support tax efficiency of distributions by returning capital gains or dividends, both of which are more tax efficient than income.

STONE & CO. FLAGSHIP GROWTH & INCOME FUND CANADA

- o Canadian large-cap bias growth and income fund
- o Pure Growth®
- o Pure Total Return™
- o Diversified total return strategy

STONE & CO. FLAGSHIP STOCK FUND CANADA

- o Canadian large-cap equity fund
- o Pure Growth®

STONE & CO. FLAGSHIP GLOBAL GROWTH FUND

- o Global large-cap equity fund
- o Pure Growth®

STONE & CO. LONGEVITY GLOBAL DIVIDEND FUND™

- o Global all-cap equity fund
- o Pure Total Return™