Offering Mutual Fund Shares in Series A, Series B, Series C, Series F, Series L, Series T8A, Series T8B and Series T8C as indicated below:

STONE & CO. DIVIDEND GROWTH CLASS CANADA (Series A, B, C, F, L, T8A, T8B and T8C)
STONE & CO. RESOURCE PLUS CLASS (Series A, B, F and L)
(classes of Mutual Fund Shares of Stone & Co. Corporate Funds Limited)

and offering Mutual Fund Units in Series A, Series B, Series F, Series L, Series AA, Series BB, Series FF, Series T8A, Series T8B and Series T8C as indicated below:

STONE & CO. FLAGSHIP GROWTH & INCOME FUND CANADA (Series L, AA, BB, FF, T8A, T8B and T8C)
STONE & CO. FLAGSHIP GLOBAL GROWTH FUND (Series A, B, F, L, T8A, T8B and T8C)
STONE & CO. EUROPLUS DIVIDEND GROWTH FUND (Series A, B, F, L and T8A)

No securities regulatory authority has expressed an opinion about these securities and it is an offence to claim otherwise.

The funds and the securities of the funds described in this Annual Information Form are not registered with the United States Securities and Exchange Commission and such securities are sold in the United States only in reliance on exemptions from registration.
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NAME, FORMATION AND HISTORY OF THE FUNDS

Trust Funds

Stone & Co. Flagship Growth & Income Fund Canada, Stone & Co. Flagship Global Growth Fund and Stone & Co. EuroPlus Dividend Growth Fund are open-end mutual fund trusts (sometimes herein referred to collectively as the “Trust Funds”). The following sets out details about the formation and history of the Trust Funds.

Stone & Co. Flagship Growth & Income Fund Canada ("Growth & Income Fund")


- November 1, 2000, Stone Asset Management Limited replaced Yorkton Securities Inc. as Portfolio Manager, and Marret Asset Management Inc. replaced McLean Budden Limited as sub-advisor of the fixed-income portion of the portfolio;

- August 1, 2003, capital divided to create Series A, B, C and F units;

- August 7, 2007, capital divided to create Series T8A, T8B and T8C units;

- January 1, 2008, Series A, B, C and F units closed to new purchases except for purchases made pursuant to pre-existing arrangements;

- January 5, 2009, capital divided to create Series AA, BB, CC and FF units;

- December 4, 2009, Series A, B and C units re-designated as Series T8A, T8B and T8C units respectively;

- December 4, 2009, Series T8B and T8C units closed to new purchases, including for purchases made pursuant to pre-existing arrangements;


- August 25, 2011, capital divided to create Series L Units;


- August 31, 2011, Series BB and CC units closed to new purchases, including for purchases made pursuant to pre-existing arrangements;

- September 1, 2011, Series L units available for purchase;

- November 1, 2011, Aviva Investors Canada Inc. replaced Marret Asset Management Inc. as sub-advisor;
• September 7, 2012, Series F units re-designated as Series FF units; and
• September 4, 2015, Series CC units re-designated as Series L units.

**Stone & Co. Flagship Global Growth Fund ("Global Growth Fund")**

• November 1, 2002, Gryphon International Investment Corporation retained as sub-advisor;
• August 1, 2003, capital divided to create Series A, B, C and F units;
• August 7, 2007, capital divided to create Series T8A, T8B and T8C units;
• December 4, 2009, Series T8B and T8C units closed to new purchases, including for purchases made pursuant to pre-existing arrangements;
• July 5, 2010, Rathbone Unit Trust Management Limited replaced Gryphon International Investment Corporation as sub-advisor; and
• December 1, 2010, Stone Asset Management Limited, an affiliate of Stone & Co. Limited, replaced Stone & Co. Limited as manager;
• August 25, 2011, capital divided to create Series L Units;
• August 31, 2011, Series B and C units closed to new purchases, including for purchases made pursuant to pre-existing arrangements;
• September 1, 2011, Series L units available for purchase;
• September 7, 2012, Series F units re-designated as Series FF units; and
• September 4, 2015, Series C units re-designated as Series L units.

**Stone & Co. EuroPlus Dividend Growth Fund ("EuroPlus Fund")**

• Established under the laws of Ontario by declaration of trust dated May 2, 2008, as amended July 9, 2008 and August 25, 2011;
• May 2, 2008, Rathbone Unit Trust Management Limited appointed as portfolio sub-advisor;
• December 4, 2009, Series T8B and T8C units closed to new purchases, including for purchases made pursuant to pre-existing arrangements;

August 25, 2011, capital divided to create Series L units;


August 31, 2011, Series B and C units closed to new purchases, including for purchases made pursuant to pre-existing arrangements;

September 1, 2011, Series L units available for purchase;

March 8, 2013, Series T8C units terminated, as no investors held Series T8C units as of such date;

January 15, 2015, Series T8B units terminated, as no investors held Series T8B units as of such date; and

September 4, 2015, Series C units re-designated as Series L units.

Corporate Funds

Stone & Co. Dividend Growth Class Canada and Stone & Co. Resource Plus Class (the “Corporate Funds”) are classes of shares of Stone & Co. Corporate Funds Limited. The following sets out details about the formation and history of Stone & Co. Corporate Funds Limited and the Corporate Funds.

Stone & Co. Corporate Funds Limited

Stone & Co. Corporate Funds Limited was incorporated under the laws of Canada by letters patent dated September 13, 1957 under the name “Canadian Anaesthetists’ Mutual Accumulating Fund Limited” and commenced offering shares for sale to the public on November 14, 1957. Stone & Co. Corporate Funds Limited was originally established and promoted by the Canadian Anaesthetists’ Society. The corporation was continued under the Canada Business Corporations Act (the “CBCA”) on February 28, 1980 and amended its articles to restructure its share capital and to reflect the adoption of the standard investment restrictions and practices set forth in National Instrument 81-102 – Mutual Funds (“NI 81-102”) on February 15, 2000. The corporation amended its articles on July 22, 2002 to create a class of an unlimited number of common shares and twenty-five classes of special shares, each with an unlimited number of shares issuable in series, and to re-designate the then Class A shares as mutual fund shares of Stone & Co. Dividend Growth Class. This amendment further provided that upon the issuance of any common shares, all existing and future classes and series of shares, including, without limitation, shares of the Dividend Growth Class, will become special shares carrying voting rights (the “Voting Rights”) which are: (1) restricted to those voting rights which are provided to shareholders under the CBCA; and (2) equivalent to those voting rights which are provided to unitholders under NI 81-102. The corporation amended its articles effective on July 18, 2003 to change the name of “Stone & Co. CAMAF Corporate Class” to “Stone & Co. Dividend Growth Class”. The corporation amended its articles on September 1, 2003 to change its name from “Canadian Anaesthetists’ Mutual Accumulating Fund Limited” to Stone & Co. Corporate Funds Limited. The corporation amended its articles effective September 1, 2003 to: (1) divide the special shares of all classes in the capital of the corporation into an unlimited number of shares issuable in series in each class, designated as Series A, Series B, Series C and
Series F Shares; (2) re-designate each issued and outstanding share of the Stone & Co. Dividend Growth Class that was purchased on an initial sales charge basis as one Series A Share of the Stone & Co. Dividend Growth Class; and (3) re-designate each issued and outstanding share of the Stone & Co. Dividend Growth Class purchased on a deferred sales charge basis as one Series B share of the Stone & Co. Dividend Growth Class. On October 1, 2004, 100 common shares were issued to Stone & Co. Limited. Accordingly, thereafter holders of Dividend Growth Class shares and all other classes of mutual fund shares have only the Voting Rights. The corporation amended its articles effective July 29, 2005 to re-designate the Class 2 shares in the capital of the corporation as “Stone & Co. Resource Plus Class”. The corporation amended its articles effective June 28, 2007 to change the name of the “Stone & Co. Dividend Growth Class” to “Stone & Co. Dividend Growth Class Canada”. The corporation amended its articles on August 14, 2008 to effect the creation of Series T shares and to create and maintain stated capital accounts for each series of each class of special shares of the corporation. The corporation amended its articles on August 22, 2011 to effect the creation of Series L shares. The corporation amended its articles prior to September 1, 2014 to effect the creation of Series F shares.

**Stone & Co. Dividend Growth Class Canada (“Dividend Growth Class”)**

- January 1, 2002, Stone Asset Management Limited replaced Laketon Investment Management Ltd. as Portfolio Manager;

- July 18, 2003, name changed from Stone & Co. CAMAF Corporate Class to Stone & Co. Dividend Growth Class;

- September 1, 2003, Special Shares of all classes divided into an unlimited number of shares issuable in Series in each class, designated as Series A, Series B, Series C and Series F Shares; each share that was purchased on an initial sales charge basis re-designated as one Series A Share; each share that was purchased on a deferred sales charge basis re-designated as one Series B Share;


- December 4, 2009, Series T8B and T8C shares closed to new purchases, including for purchases made pursuant to pre-existing arrangements;

- December 1, 2010, management function assigned to and assumed by Stone Asset Management Limited from Stone & Co. Limited; and

- August 22, 2011, capital divided to create Series L shares;

- August 31, 2011, Series B and C shares closed to new purchases, including for purchases made pursuant to pre-existing arrangements; and

- September 1, 2011, Series L shares available for purchase.
Stone & Co. Resource Plus Class ("Resource Plus Class")

- December 20, 2001, management function assigned to and assumed by Stone & Co. Limited from directors and officers of Stone & Co. Corporate Funds Limited;
- July 29, 2005, Class 2 shares re-designated as Stone & Co. Resource Plus Class;
- December 1, 2010, management function assigned to and assumed by Stone Asset Management Limited from Stone & Co. Limited;
- August 22, 2011, capital divided to create Series L shares;
- August 31, 2011, Series B and C shares closed to new purchases, including for purchases made pursuant to pre-existing arrangements;
- September 1, 2011, Series L shares available for purchase;
- On or prior to September 1, 2014, capital to be divided to create Series F shares;
- September 1, 2014, Series F shares available for purchase; and
- September 4, 2015, Series C shares re-designated as Series L shares.

The Trust Funds and the Corporate Funds are sometimes herein referred to individually as a “Fund” and collectively as the “Funds”.

The term “units” means units of the Trust Funds, the term “shares” means shares in the Corporate Funds and the term “securities” means collectively, units and shares of all of the Funds.

Manager of the Funds

Stone Asset Management Limited is the trustee of each of the Trust Funds and manager of each of the Trust Funds and the Corporate Funds and is also the Portfolio Manager of each of the Trust Funds and the Corporate Funds. In this document, “we”, “us”, “our”, the “Manager” and the “Portfolio Manager” means Stone Asset Management Limited. Please refer to the section entitled “Responsibility for Operations of the Funds” for more details about the management and operations of the Funds.
The head office and principal place of business of the Funds is:

Stone Asset Management Limited
36 Toronto Street
Suite 710,
Toronto, Ontario
M5C 2C5

Phone: 1-800-336-9528
Fax: (416) 364-8456
E-mail: info@stoneco.com
www.stoneco.com

INVESTMENT RESTRICTIONS AND PRACTICES

The Funds are subject to certain investment restrictions and practices contained in securities legislation, including NI 81-102, which are designed in part to ensure that the investments of the Funds are diversified and relatively liquid and to ensure the proper administration of the Funds. Except as set out below, the Funds are managed in accordance with these standard investment restrictions and practices.

Any variation in the standard investment restrictions and practices prescribed by securities legislation, including NI 81-102, would require the prior approval of the Canadian securities regulatory authorities. We may in our discretion cause a Fund to adopt investment restrictions and practices that are in addition to the prescribed investment restrictions and practices.

The fundamental investment objective of a Fund may not be changed without the affirmative vote of a majority of votes cast at a meeting of securityholders of the Fund called for that purpose. The Manager may make other changes to the investment strategies and activities of a Fund without notice to or the consent of the affected securityholders, subject to any required approval of the Canadian securities regulatory authorities. Please refer to the Simplified Prospectus of the Funds for a description of the investment objective and investment strategies of each Fund.

Securities of the Funds are “qualified investments” under the Income Tax Act (Canada) (the “Tax Act”) for trusts governed by registered retirement savings plans (“RRSPs”), registered retirement income funds (“RRIFs”), deferred profit sharing plans, registered education savings plans, registered disability savings plans and tax-free savings accounts (“TFSAs”) (collectively, “Registered Plans”). The Funds have not deviated in the last year from the rules under the Tax Act that apply to the status of their securities.

Notwithstanding the foregoing, if the securities of a Fund are a “prohibited investment” (as defined in the Tax Act) for an RRSP, RRIF or TFSA, the annuitant of the RRSP or RRIF or the holder of the TFSA, as the case may be, will be subject to a penalty tax as set out in the Tax Act. Annuitants of RRSPs and RRIFs and holders under TFSAs, as the case may be, should consult their own tax advisors as to whether securities of a Fund are a prohibited investment under the Tax Act for their RRSP, RRIF or TFSA in their particular circumstances.

If securities of a Fund are held in a Registered Plan, income earned from, or capital gains realized on the disposition of the securities are generally not subject to tax under the Tax Act as long as they remain in the Registered Plan. All distributions and dividends, received by a Registered Plan from a Fund are automatically reinvested in additional securities of the same Fund. Withdrawals from such Registered Plans (other than TFSAs) are generally subject to tax.
DESCRIPTION OF SECURITIES OFFERED BY THE FUNDS

Each Trust Fund is a trust established under the laws of Ontario by a declaration of trust. Each Corporate Fund is a class of shares of Stone & Co. Corporate Funds Limited, a corporation incorporated under the laws of Canada and an unlimited number of shares of each series is authorized. Each Fund offers one or more series of securities as described under “Name, Formation and History of the Funds” earlier in this document.

Series A, AA, B, BB, C and L

Available to all investors. Each of Series A, B, C and L represent a separate purchase option. Series A, Series AA – Initial Sales Charge Options; Series B, Series BB – Deferred Sales Charge Options; and Series C – Deferred Low Load Options; Series L – Low Load Option.

Series T8A, T8B and T8C

Available to all investors. Series T offers the same purchase options as Series A, B and C but has a different distribution policy than those series.

Series F and FF

Available to investors who participate in fee-based programs through their dealer.

Investments in securities of any series of a Fund are combined to create a single investment portfolio for such Fund.

At the present time, the following securities of the Funds are closed to new purchases, although the Manager may, in its discretion, reopen one or more of such series to new purchases in the future:

- Series B securities of each Fund;
- Series C securities of Dividend Growth Class;
- Series BB securities of Growth & Income Fund; and
- Series T8B and T8C securities of each Fund.

Effective September 4, 2015, Series C securities of all Funds, except Dividend Growth Class were re-designated as Series L securities and Series CC units of Growth & Income Fund were re-designated as Series L units.

On September 7, 2012, Series F units of the Growth & Income Fund were re-designated as Series FF units. On March 8, 2013, Series T8C units of the EuroPlus Fund were terminated, as no investors held Series T8C units as of such date. On January 15, 2015, Series T8B units of the EuroPlus Fund were terminated, as no investors held Series T8B units as of such date.

A security of a Fund gives an investor one vote per security at all investor meetings (and any meetings of investors of a series of the Fund), entitles an investor to distributions of income and capital gains and a pro-rata distribution of the Fund's assets on winding-up. Where the nature of the business to be transacted at an investor meeting concerns an issue that is relevant only to the holders of a particular series, only holders of that series will be entitled to vote and such securities will be voted separately as a class or series.
Securities are redeemable at the net asset value per security. Fractions of securities are proportionately entitled to the foregoing rights with the exception that the holding of fractional securities does not entitle the holders to vote at investor meetings.

There are no conversion rights attaching to securities of a Fund, but you may switch your investment in securities of one Fund into securities of the same series of another Fund by following the switch procedures described in the Simplified Prospectus of the Funds.

The declarations of trust or other constating documents that govern a Trust Fund may be changed, without investor approval, to protect your tax position, to comply with any law or regulation, or to overcome problems in administering the Fund. An investor will be permitted to vote on all matters that require securityholder approval under NI 81-102 or a Fund's declaration of trust or other constating documents. These matters are:

- a change to the fundamental investment objective of the Fund;
- an increase in the management fees or other expenses charged to the Fund;
- a change in the basis of calculation of a fee or expense that is charged to a Fund or directly to its securityholders by the Fund or the Manager in connection with the holding of securities of the Fund in a way that could result in an increase in charges to the Fund or to its securityholders. No securityholder approval will be required if a Fund is at arm’s length to the person or company charging the fee or expense and if written notice is sent to all securityholders at least 60 days before the effective date of the change that could result in an increase in charges to the Fund or to its securityholders;
- a decrease in the frequency of calculating the net asset value per security of the Fund;
- a change in the manager of the Fund, unless the new manager is an affiliate of the current manager;
- a reorganization of the Fund with another mutual fund or if the Fund transfers its assets to another mutual fund and the Fund ceases to continue after the reorganization or transfer and the securityholders of the Fund become securityholders of the other mutual fund*; and
- a reorganization of the Fund with another mutual fund or if the Fund acquires assets from another mutual fund and the Fund continues to exist after the reorganization or transfer and the securityholders of the other mutual fund become securityholders of the Fund and the transaction is a material change to the Fund.

* Securityholder approval will not be required where the other mutual fund is managed by the Manager or its affiliates, provided that securityholders are sent written notice at least 60 days before the effective date of the transaction. In addition, the Fund’s Independent Review Committee must approve the change and the transaction must comply with certain other requirements of applicable securities legislation.

**CALCULATION OF NET ASSET VALUE**

The purchase and redemption price of securities of a Fund is based on the net asset value ("NAV") per security of a series determined after the receipt of a purchase or redemption order, as applicable. We calculate a separate NAV for each series of securities of each Fund. The NAV per series and per security is calculated as described below on each day that the Toronto Stock Exchange ("TSX") is open for trading (a "Business Day"): 
• The NAV of each series of securities of a Fund is the value of the series’ proportionate share of the assets of the Fund less the total of the liabilities of the Fund allocated to that series.

• The NAV per security of a series of securities of a Fund is calculated by dividing the NAV of the applicable series by the total number of outstanding securities in that series.

We calculate the NAV for each security of each Fund at the close of trading (4:00 p.m. Toronto time) on each Business Day. The purchase and redemption price of securities is the NAV per security of the applicable series next determined after the receipt of a purchase or redemption order.

Each Fund is valued in Canadian dollars.

**VALUATION OF PORTFOLIO SECURITIES**

The net asset value of each of the Funds must be calculated using the fair value of the Funds’ assets and liabilities. The valuation principles used to value the assets of the Funds are as follows:

1. The value of any cash on hand or its equivalent or on deposit, bills, demand notes, accounts receivable, prepaid expenses, cash dividends declared and interest accrued and not yet received, will be its face amount, unless the Manager determines an otherwise fair value.

2. The value of a security or interest in a security listed on a stock exchange will be determined by:
   
   (a) in the case of a security which was traded on the day the net asset value is being determined, the closing sale price on the principal exchange on which it is traded;
   
   (b) in the case of a security which was not traded on the day the net asset value is being determined because such exchange is closed for business, the most recent closing sale price;
   
   (c) in the case of a security which was not traded on the day the net asset value is being determined, subject to paragraph 3 below, a price which is the average of the bid and asked prices.

3. Securities and other assets for which market quotations are, in the Manager’s opinion, inaccurate or unreliable, not reflective of all available material information, or not readily available, are valued at their fair value, as determined by the Manager.

4. The value of any security, the resale of which is restricted or limited by reason of a representation, undertaking or agreement by the Fund or by the Fund's predecessor in title, shall be the lesser of: (a) the value based on the reported closing price; and (b) a percentage of the market value of unrestricted securities of the same class. This percentage is equal to the percentage of the security’s market value when the Fund acquired the security. If the date when the restriction will be lifted is known, the actual value of the securities is generally taken into account.

5. The value of any securities denominated in a currency other than Canadian currency and liabilities payable in a currency other than Canadian currency shall be translated to Canadian currency at the day’s exchange rate.

6. The value of any security that is not listed on a stock exchange will be determined as nearly as possible in the manner described in paragraph 2, except that, for the purposes of determining the
sale price or the bid and asked prices, any commonly used public quotations may be used. In the absence of any commonly used public quotations, the Manager will use certain valuation techniques, including taking into account general market conditions, to determine fair value.

7. The value of long positions in clearing corporation options, options on futures, over-the-counter options, debt-like securities and listed warrants shall be determined by:

(a) the closing sale price on the principal exchange on which it is traded, if a security listed on a stock exchange was traded on the day the net asset value is being determined;

(b) the price which is the average of the bid and ask prices, if a listed security was not traded on the day the net asset value is being determined;

(c) the price last determined for the security for the purposes of determining the net asset value.

8. Where a clearing corporation option, option on futures or over-the-counter option is written by a Fund, the premium received by the Fund will be reflected as a deferred credit which will be valued at an amount equal to the current market value of the clearing corporation option, option on futures or over-the-counter option which would have the effect of closing the position; any difference resulting from revaluation shall be treated as an unrealized gain or loss on investment; the deferred credit shall be deducted in arriving at the net asset value of the Fund; the securities, if any, which are the subject of a written clearing corporation option or over-the-counter option will be valued in the manner described above for listed securities. If an option expires on its stipulated date or if the Fund enters into a closing purchase transaction, the Fund will realize a gain (or a loss if the cost of a closing purchase transaction exceeds the premium received when the option was written) without regard to any unrealized gain or loss on the underlying securities and the liability related to each call will be extinguished. If an option is exercised, the Fund will realize a gain or loss from the sale of the underlying securities and proceeds of the sale will be increased by the premium originally received.

9. The value of a futures contract or a forward contract shall be the gain or loss, if any, that would arise as a result of closing the position in the futures contract or forward contract, as the case may be, on that valuation date unless daily limits are in effect, in which case fair market value shall be based on the current value of the underlying interest.

10. The value of any security of a mutual fund held by a Fund will be the last available net asset value per security.

11. If an asset cannot be valued under the above rules or under any valuation rules set out in securities legislation or if any of the valuation rules adopted by the Manager but not set out in securities legislation are at any time considered by the Manager to be inappropriate in the circumstances, then the Manager shall use a valuation that it considers to be fair in the circumstances.

12. The value of the derivative, the investment in which or the use of which is permitted by Canadian securities legislation together with any premium received or margin paid or deposited with respect thereto, shall be determined in accordance with Canadian securities legislation.
The Manager has exercised its discretion in determining the fair market value of certain illiquid securities and warrants of unlisted securities in the past three years, in accordance with the Manager’s valuation principles.

The liabilities of the Fund shall be deemed to include, without limitation, all bills, notes and accounts payable; all administrative or operating expenses payable or accrued; all obligations for the payment of money or property, including the amount of any declared but unpaid distributions; all allowances authorized or approved by the Manager for taxes or contingencies; and all other liabilities of the Fund of whatever kind and nature.

In accordance with National Instrument 81-106 – Investment Fund Continuous Disclosure (“NI 81-106”), the fair value of the securities used to determine the unit or share value of the Funds will be based on the Funds’ valuation rules set out above, which may not be consistent with International Financial Reporting Standards (“IFRS”). Under IFRS, a Fund is permitted to use last traded price (or “close price”) on exchange traded securities as fair value provided that the close price of the securities falls within the bid-ask spread of the reporting date. For annual and interim financial reporting purposes, and in accordance with NI 81-106, if a close price does not fall within the bid-ask spread, the close price will then be adjusted by the Manager, to a point within the bid-ask spread that is most representative of fair value based on specific facts and circumstances. As a result of this potential adjustment, the fair value for exchange traded securities of a Fund determined under IFRS may differ from the values used to calculate the NAV of that Fund.

The NAV and net asset value per security for each series of the Funds is available at no cost to the public on our website at www.stoneco.com.

**PURCHASE OF SECURITIES**

Purchases of securities of the Funds are effected through third-party dealers.

Your choice of purchase option is dictated by the series of securities that you purchase. Your choice of purchase option affects the sales charges you, or we, will pay to your dealer. Please refer to the Simplified Prospectus of the Funds for a detailed description of the purchase options for each Fund.

If you purchase Series A, AA or T8A securities, you may have to pay an initial sales charge, as more particularly described in the Simplified Prospectus of the Funds. Where an initial sales charge applies, it is negotiated with your dealer and must be paid at the time of purchase. If you purchase Series B, BB, C, L, T8B or T8C securities you may have to pay a redemption charge if you redeem the securities, or change the securities into another series of securities, within the following seven years for Series B, BB or T8B and within the following three years for Series C, L or T8C, as more particularly described in the Simplified Prospectus for the Funds. The redemption charge is a percentage of the cost of the securities being redeemed and declines over the course of seven years for Series B, BB or T8B securities and three years for Series C, L or T8C securities.

You must complete a purchase order. Except as provided in the following sentence, the dealer receiving the purchase order must send the order, along with payment, to our offices on the same day the dealer receives the order. If the dealer receives the order on a Business Day after 4:00 p.m. Toronto time or after the TSX closes, whichever is earlier, or on a day which is not a Business Day, the dealer must send the order to us on the next Business Day. Whenever practicable, the dealer must send the order by courier or wire order to ensure that we receive it as quickly as possible. The dealer must pay for the cost of sending the order. As a security measure, a purchase order placed by wire order directly by you will not be accepted.
Subject to our right of rejection of any purchase order, if a purchase order is received by us on a Business Day before 4:00 p.m. (Toronto time) or such earlier time that the TSX closes, the purchase order will be processed at the NAV per security (“NAVPS”) calculated at the close of business on the same Business Day. If the purchase order is received by us on a Business Day after 4:00 p.m. (Toronto time) or such earlier time that the TSX closes or on a day which is not a Business Day, it will be deemed to be received on the next Business Day and will be processed at the NAVPS calculated at the close of business on the deemed day of receipt. Please note that dealers may establish earlier cut-off times for receiving purchase orders from their respective representatives so that they can transmit orders to us before 4:00 p.m. (Toronto time).

If payment of the total amount of the purchase order and all necessary documentation is not received by us within three (3) Business Days after the date on which the price of the securities is determined for the order or if you pay for the Fund securities by cheque or a method of payment that is subsequently not honoured, we will redeem your securities on the next Business Day or on the day on which the Fund first knows that the method of payment will not be honoured. The redemption proceeds will be used to pay for the amount owing on the purchase. The Fund is required by securities legislation to keep any excess proceeds. Your dealer will pay any shortfall, plus any costs involved. Your dealer may wish to collect this amount, plus the expenses of doing so, from you. Where no dealer has been involved, we will be entitled to collect the shortfall costs from you.

We have the right to accept or reject any purchase order, but must make a decision to reject an order within one (1) Business Day of receiving the order with complete documentation. In the event that we reject a purchase order, any payment received with that order will be refunded immediately without interest.

If a cheque for the purchase of securities of a Fund is dishonoured by your bank or other financial institution for any reason, you must pay us a service charge. We may redeem securities from your account to pay this charge.

No certificates are issued for securities of a Fund.

Series F securities are available to investors who participate in fee-based programs through their dealer and whose dealer has signed a Series F agreement with us. Instead of paying sales commissions and services fees, these investors pay an annual fee to their dealer for investment advice and other services. We do not pay any sales commission or service fees to dealers in respect of Series F securities, which means that we can charge a lower management fee.

If you are no longer eligible to hold Series F securities, we may re-designate your Series F securities into Series A securities of the same Fund after giving you 30 days’ prior written notice, unless you notify us during the notice period, and demonstrate to our satisfaction, that you continue to be or are once again eligible to hold Series F securities.

The Growth & Income Fund offers Series FF units, which have the same rights, privileges and attributes as Series F units. If you are no longer eligible to hold Series FF units of Growth & Income Fund, we may re-designate your Series FF units into Series AA units of Growth & Income Fund after giving you 30 days’ prior written notice unless you notify us during the notice period, and demonstrate to our satisfaction, that you continue to be or are once again eligible to hold Series FF units.

A dealer may make provision in arrangements that it has with an investor that will require the investor to compensate the dealer for any such losses suffered by the dealer in connection with a failed settlement of a purchase of securities of a Fund by such investor.
SWITCHES

You can switch securities of a Fund to securities of the same series of another Fund through your dealer. A switch from one Trust Fund to another Trust Fund is a redemption of the switched units and a purchase of units in the new Trust Fund. Switching units of a Trust Fund for units of another Trust Fund or for shares of a Corporate Fund, or shares of a Corporate Fund for units of a Trust Fund, triggers a disposition for tax purposes.

You can switch shares of a Corporate Fund for shares of another Corporate Fund through your dealer. Proposed amendments the Tax Act will generally treat switches of shares between two classes of a mutual fund corporation (including the Corporate Funds) after 2016 as a taxable disposition of those shares for proceeds of disposition equal to the fair market value of the switched shares at the time of the switch. Until the proposed amendments become effective after 2016, switches between the Corporate Funds will continue to occur on a tax-deferred basis.

If you are switching Series B, BB, C, L, T8B or T8C securities, the new securities will have the same redemption charge schedule as the original series of securities purchased.

Your dealer may charge you a fee of up to 2% of the value of securities you switched.

You may be charged a short-term trading fee in addition to a switch fee if you switch securities within certain time periods. See “Short-Term Trading Fees” below for additional information.

CHANGES

In addition to switching between Funds, you may change series within a Fund. The table below sets out permissible changes of series while remaining within the same Fund:

<table>
<thead>
<tr>
<th>Changing From Series</th>
<th>A, AA</th>
<th>B, BB</th>
<th>C</th>
<th>F, FF</th>
<th>L</th>
<th>T8A</th>
<th>T8B</th>
<th>T8C</th>
</tr>
</thead>
<tbody>
<tr>
<td>A, AA</td>
<td>N/A</td>
<td>No</td>
<td>No</td>
<td>Yes¹</td>
<td>No</td>
<td>Yes</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>B, BB</td>
<td>Yes²</td>
<td>N/A</td>
<td>No</td>
<td>Yes³¹,²</td>
<td>No</td>
<td>Yes²</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>C</td>
<td>Yes²</td>
<td>No</td>
<td>N/A</td>
<td>Yes³¹,²</td>
<td>No</td>
<td>Yes²</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>F, FF</td>
<td>Yes</td>
<td>No</td>
<td>No</td>
<td>N/A</td>
<td>No</td>
<td>Yes</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>L</td>
<td>Yes²</td>
<td>No</td>
<td>No</td>
<td>Yes³¹,²</td>
<td>N/A</td>
<td>Yes²</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>T8A</td>
<td>Yes</td>
<td>No</td>
<td>No</td>
<td>Yes¹</td>
<td>No</td>
<td>N/A</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>T8B</td>
<td>Yes²</td>
<td>Yes</td>
<td>No</td>
<td>Yes³¹,²</td>
<td>No</td>
<td>Yes²</td>
<td>N/A</td>
<td>No</td>
</tr>
<tr>
<td>T8C</td>
<td>Yes²</td>
<td>No</td>
<td>Yes</td>
<td>Yes³¹,²</td>
<td>No</td>
<td>Yes²</td>
<td>No</td>
<td>N/A</td>
</tr>
</tbody>
</table>

¹ You must be eligible to purchase this Series
² A redemption fee may apply

If we determine that you are no longer eligible to hold Series F securities, we may switch you out of Series F securities to Series A securities of the same Fund. If we determine that you are no longer eligible to hold Series FF units of Growth & Income Fund, we may switch you out of Series FF units for Series AA units of Growth & Income Fund.
A change from Series B, BB, C, L, T8B and T8C securities to Series A, AA or Series T8A securities will result in higher service fees being paid to your dealer but a lower management fee being charged to the Fund due to different attributes of those series.

Your dealer may charge you a fee of up to 2% of the value of securities you change.

If we determine that you are no longer eligible to hold Series F or FF securities and we change your Series F or FF securities for securities of Series A or AA of the same Fund you will not be charged a change fee.

**REDEMPTION OF SECURITIES**

You may redeem Fund securities on any Business Day by completing a redemption request. Except as provided in the following sentence, if the redemption request is deposited with a dealer, such dealer must send the redemption request to us on the same day that such dealer receives the redemption request. If the dealer receives the redemption request on a Business Day after 4:00 p.m. (Toronto time) or after the TSX closes, whichever is earlier, or on a day which is not a Business Day, the dealer must send it to us on the next Business Day. Whenever practicable, a dealer must send your redemption request by courier or wire order to ensure that we receive it as quickly as possible. The cost of sending the redemption request must be paid by the dealer. As a security measure, a redemption request sent by wire order directly by you will not be accepted.

For your protection, your signature on any redemption request must be guaranteed by a bank, trust company or a dealer. This procedure must be followed carefully. Other documentation may be required for corporations and other accounts that are not in the name of an individual.

A redemption request that is received by us on a Business Day before 4:00 p.m. (Toronto time) or before the TSX closes, whichever is earlier, will be processed at the NAVPS calculated at the close of business on the same Business Day. A redemption request that is received by us on a Business Day after 4:00 p.m. (Toronto time) or after the TSX closes, or on a day which is not a Business Day will be deemed to be received on the next Business Day and will be processed at the NAVPS calculated at the close of business on the deemed day of receipt.

If all necessary redemption documents have been properly completed and sent with the redemption request, we will pay the redemption amount within three (3) Business Days of the Business Day on which the redemption request is processed.

If we do not receive all of the documentation needed to complete the redemption request within ten (10) Business Days, we will repurchase your securities on or before 4:00 p.m. (Toronto time) on the tenth Business Day. If the sale proceeds are greater than the repurchase amount, the Fund is entitled to keep the difference. If the sale proceeds are less than the repurchase amount, your dealer will be required to pay the Fund the difference plus any expenses, and may wish to collect this amount plus the expenses of doing so from you. Where no dealer has been involved, we will be entitled to collect the shortfall and costs from you.

If you hold your Fund investment in a registered plan, the redemption amount will be paid to the trustee of the plan, because the necessary tax forms must be prepared.

A dealer may make provision in arrangements that it has with an investor that will require the investor to compensate the dealer for any such losses suffered by the dealer in connection with a failed settlement of a redemption of securities of a Fund by such investor.
When Can Securities of the Funds Be Redeemed By the Funds?

A Fund has the right to redeem your securities when your investment in such Fund has a value of less than $1,000 (Cdn.). The Fund may give you 30 days’ notice to make another investment. If your account remains below $1,000 we may redeem the account. If a partial redemption of securities reduces the value of an investment in a Fund to less than $1,000 (Cdn.), such Fund has the right to automatically redeem the balance.

Suspension of Redemptions

A Fund may suspend your right to request a redemption for all or part of a period when such suspension is approved by Canadian securities regulatory authorities or when:

(i) normal trading is suspended on a stock, options or futures exchange in Canada or outside Canada on which securities or derivatives that make up more than 50% of the value or underlying exposure of the Fund's total assets, without allowance for liabilities, are traded, and

(ii) those securities or derivatives are not traded on any other exchange that represents a reasonable alternative for the Fund.

During any period of suspension there will be no calculation of the Fund's NAVPS and the Fund will not be permitted to issue any securities. The calculation of the NAVPS will resume on the first day on which the condition giving rise to the suspension has ceased to exist, provided that no other condition under which a suspension is authorized then exists. If there is a suspension of the calculation of the NAVPS of the Fund, (a) a securityholder who has requested redemption may either withdraw the redemption request prior to the termination of the suspension period or receive payment based on the NAVPS next calculated after the termination of the suspension period, and (b) a securityholder who has placed a purchase order may either withdraw the purchase order prior to the termination of the suspension period or receive securities based on the NAVPS next calculated after the termination of the suspension period.

Short-Term Trading Fees

If you redeem or switch securities of the Global Growth Fund and the EuroPlus Fund within 30 days of purchase, you may be charged a short-term trading fee of 2% of the value of the securities redeemed or switched. In addition if you redeem or switch securities of the all the other Funds within 90 days of purchase, you may be charged a short-term trading fee of 2% of the value of the securities redeemed or switched. We may waive this fee at our discretion in special circumstances. These fees do not apply to securities purchased under systematic plans (such as the “Stone & Co. Savers Plan” and the “Stone & Co. Pay Yourself Plan”).

RESPONSIBILITY FOR OPERATIONS OF THE FUNDS

Manager

We are responsible for managing the day-to-day operations of the Funds under management agreements between us and the Funds. As Manager, we are responsible for providing, or arranging for the provision of, investment management and administrative services to the Funds, including general portfolio management, maintaining accounting records and preparing reports to securityholders. We are paid a management fee as compensation for services we provide to the Funds. The annual rates of the management fee for Series A, B, C, F, L, AA, BB, FF, T8A, T8B and T8C securities are set out in the “Fund Details” section of the Simplified Prospectus of the Funds.
The Manager is a wholly-owned subsidiary of Stone Investment Group Limited, a reporting issuer in all provinces and territories of Canada other than Québec.

Management Agreements for the Trust Funds

The management agreements are of varying dates and continue indefinitely but may be terminated by us upon giving 180 days' prior notice of our intention to do so or by such shorter notice as we and the Funds may agree. The management agreements may also be terminated by the Funds or us upon giving notice in writing to the other party, if any party ceases to carry on business, becomes bankrupt or insolvent, resolves to wind-up or liquidate or to have an examiner appointed, or if a receiver of any of its assets is appointed, or if a party commits a material breach of the management agreements which is not remedied within 30 days.

Management Agreement for the Corporate Funds

The management agreement continues indefinitely but may be terminated by us upon giving 180 days’ prior notice of our intention to do so or such shorter notice as we and the Corporate Funds may agree. This management agreement may also be terminated by the Corporate Funds or us upon giving notice in writing to the other party if any party ceases to carry on business, becomes bankrupt or insolvent, resolves to wind-up or liquidate or to have an examiner appointed or if a receiver of any of its assets is appointed or if a party commits a material breach of this management agreement which is not remedied within 30 days.

Directors and Executive Officers of the Manager

The table below sets out the names of all directors and executive officers of the Manager, their municipality of residence, their positions and offices held with the Manager and their principal occupations during the five years preceding the date of this Annual Information Form.

<table>
<thead>
<tr>
<th>Name and Municipality of Residence</th>
<th>Position</th>
<th>Principal Occupation During the Five Preceding Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>Richard G. Stone Toronto, Ontario</td>
<td>President, Chief Executive Officer, Director, and Chief Compliance Officer</td>
<td>President, Chief Executive Officer and director of Stone Investment Group Limited and Stone &amp; Co. Limited. President, Chief Executive Officer, Co-Chief Investment Officer and director of Stone Asset Management Limited.</td>
</tr>
<tr>
<td>Mohsin Bashir, CFA Toronto, Ontario</td>
<td>Director</td>
<td>Mr. Bashir has been with the Portfolio Manager since February, 2012. Mr. Bashir is the Portfolio Manager of Growth &amp; Income Fund and Dividend Growth Class. Mr. Bashir was previously with Highwater Capital Management Corp. in the capacity of Portfolio Manager from February, 2010 to January, 2012. Mr. Bashir was with TD Bank Financial Group in the capacity of Financial Analyst from August, 2008 to January, 2010.</td>
</tr>
</tbody>
</table>
Any of the foregoing directors and executive officers of the Manager can be reached at or through the registered office of the Manager located at 36 Toronto Street, Suite 710, Toronto, Ontario, M5C 2C5, by phone at 1-800-336-9528, by fax at (416) 364-8456 or by e-mail at info@stoneco.com.

Portfolio Manager

Portfolio Manager Fees

The Manager is also the Portfolio Manager of the Funds (in its role as Portfolio Manager, the “Portfolio Manager”). The Portfolio Manager does not receive an annual Portfolio Manager fee from the Funds but is paid out of the annual management fees that the Manager receives from the Funds.

A performance fee (“Performance Fee”) may be payable to the Portfolio Manager by the Funds (and, in turn, a portion thereof to the Portfolio Sub-Advisor) in certain circumstances. The Performance Fee is based on the performance of a series of securities of a Fund from the last time a Performance Fee was paid for such series of securities to the next calendar year end at which a Performance Fee is payable (the “Performance Measurement Period”). Where a Performance Fee has not previously been paid by a Fund, the Performance Measurement Period commences on the first date of issuance of a series of securities of a Fund. If a Performance Fee is payable at the end of a calendar year, the Performance Measurement Period ends at such year end. If a Performance Fee is not payable at the end of a calendar year, the Performance Measurement Period is extended until the next calendar year end at which a Performance Fee is payable.

The Performance Fee in respect of a series of Securities of a Fund is equal to 10% of the amount by which the performance of a series of securities exceeds the performance of its Fund’s benchmark over the Performance Measurement Period, multiplied by the Fund’s average series NAV, subject to the following conditions:

(1) No Performance Fee will be paid unless the cumulative performance of a series of securities exceeds the cumulative performance of its Fund’s benchmark during the Performance Measurement Period; and

(2) Notwithstanding (1) above, no Performance Fee will be paid where the performance of the NAVPS of a series of securities is negative (without giving effect to any distributions or performance fee accrual) during the calendar year.

For Dividend Growth Class, Growth & Income Fund and Global Growth Fund, Performance Fees are calculated to a maximum of 0.30% of the average NAV of the series of securities during the Performance Measurement Period. If a Fund invests in another fund managed by the Manager, the Manager ensures that there is no duplication of performance fees. You will find a description of the Performance Fee payable by a Fund and the Fund’s benchmark in the “Fund Details” section of each Fund in the Simplified Prospectus.

The table below sets out the benchmark for each Fund:

<table>
<thead>
<tr>
<th>Name of Fund</th>
<th>Benchmark</th>
</tr>
</thead>
<tbody>
<tr>
<td>Growth &amp; Income Fund</td>
<td>40% of the percentage gain or loss of the S&amp;P/TSX Composite Index</td>
</tr>
<tr>
<td></td>
<td>20% of the percentage gain or loss of the S&amp;P 500 Index</td>
</tr>
<tr>
<td></td>
<td>40% of the percentage gain or loss of the DEX Universe Bond Index</td>
</tr>
<tr>
<td>Global Growth Fund</td>
<td>100% of the percentage gain or loss of the MSCI World Index</td>
</tr>
<tr>
<td>Dividend Growth Class</td>
<td>80% of the percentage gain or loss of the S&amp;P/TSX Composite Index</td>
</tr>
<tr>
<td>Name of Fund</td>
<td>Benchmark</td>
</tr>
<tr>
<td>----------------------</td>
<td>---------------------------------------------------------------------------</td>
</tr>
<tr>
<td>Resource Plus Class</td>
<td>50% of the percentage gain or loss of the S&amp;P/TSX Capped Energy Index</td>
</tr>
<tr>
<td></td>
<td>50% of the percentage gain or loss of the S&amp;P/TSX Capped Materials Index</td>
</tr>
<tr>
<td>EuroPlus Fund</td>
<td>100% of the percentage gain or loss of the MSCI Europe Index</td>
</tr>
</tbody>
</table>

**Investment Management Agreements**

Stone Asset Management Limited has been appointed as the Portfolio Manager of the Funds pursuant to investment management agreements (the “Investment Management Agreements”) of varying dates. Among other things, the Investment Management Agreements provide that they shall remain in force indefinitely but may be terminated at any time by either party giving the other 360 days’ prior written notice of termination.

The Portfolio Manager is responsible for providing or arranging for the provision of investment advice and portfolio management services for the Funds.

The following table sets forth the names of the members of the Portfolio Manager who have principal responsibility in respect of the Funds, their position and principal occupation in the last five years.

<table>
<thead>
<tr>
<th>Name and Title</th>
<th>Length of Service and Principal Occupation in Last Five Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>Richard G. Stone</td>
<td>Mr. Stone has been with the Portfolio Manager since 1999. Mr. Stone has been Chief Executive Officer and Director of Stone &amp; Co. Limited since 1994 and President, Chief Executive Officer and Director of Stone Investment Group Limited since 2006.</td>
</tr>
<tr>
<td>Michael Giordano, CPA, CA, CIM</td>
<td>Mr. Giordano has been with the Portfolio Manager since 2005. In the last five years Mr. Giordano and has acted as Portfolio Manager of Growth &amp; Income Fund, Dividend Growth Class, Growth Industries Fund, Money Market Fund, Resource Plus Class and Stone Flow-Through Limited Partnerships.</td>
</tr>
<tr>
<td>Mohsin Bashir, CFA</td>
<td>Mr. Bashir has been with the Portfolio Manager since February, 2012. Mr. Bashir is the Portfolio Manager of Growth &amp; Income Fund and Dividend Growth Class. Mr. Bashir was previously with Highwater Capital Management Corp. in the capacity of Portfolio Manager from February, 2010 to January, 2012. Mr. Bashir was with TD Bank Financial Group in the capacity of Financial Analyst from August, 2008 to January, 2010.</td>
</tr>
</tbody>
</table>

Investment decisions made by the above mentioned individuals are not subject to the approval or ratification of a committee.

The registered address of the Portfolio Manager is located at 36 Toronto Street, Suite 710, Toronto, Ontario, M5C 2C5

**Portfolio Sub-Advisors**

**Portfolio Sub-Advisor Fees**

Aviva Investors Canada Inc. and Rathbone Unit Trust Management Limited (the “Portfolio Sub-Advisors”) manage certain Funds’ portfolio investments and supervise brokerage arrangements for the
purchase and sale of the Funds’ securities. As compensation for their services, the Portfolio Sub-Advisors receive an annual fee from the Portfolio Manager. This fee is not charged to the Funds but is paid out of the annual Portfolio Manager fee that the Portfolio Manager receives from the Manager, which Portfolio Manager fee is in turn paid out of the annual management fee that the Manager receives from the Funds.

The Portfolio Sub-Advisors may receive a portion of the performance fee, if any, that is payable to the Portfolio Manager. Please see “Responsibility for Operations of the Funds – Portfolio Manager” above for more information about the performance fees payable to the Portfolio Manager.

Investment decisions are made by the Portfolio Sub-Advisors, as and when appropriate. While the Portfolio Manager will monitor the decisions of the Portfolio Sub-Advisors, the Portfolio Sub-Advisors will not require the Portfolio Manager’s pre-approval thereof.

Aviva Investors Canada Inc.

The Portfolio Adviser has retained Aviva Investors Canada Inc. (“Aviva”) of Toronto, Ontario to provide investment management services to the fixed-income portion of Growth & Income Fund. Among other things, the sub-advisory agreement with Aviva provides that it may be terminated by either party upon giving 120 days’ prior written notice. The sub-advisory agreement may also be terminated immediately by written notice if either party ceases to carry on business, becomes bankrupt or insolvent, resolves to wind-up or liquidate, has a receiver of its assets appointed or commits fraud or material wrongdoing in conducting its business.

The following are the names, titles, duration of service and experience of individuals employed by Aviva who are principally responsible for the day-to-day management of the fixed-income portion of Growth & Income Fund:

<table>
<thead>
<tr>
<th>Name</th>
<th>Title</th>
<th>Duration of Service and Experience</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sunil Shah, CFA</td>
<td>Head of Canadian Fixed Income and Senior Portfolio Manager</td>
<td>Sunil Shah joined Aviva in September 2010. He is responsible for the management of all Canadian fixed income portfolios and is the lead Portfolio Manager for the fixed income component of the Stone &amp; Co. Flagship Growth and Income Fund Canada. Mr. Shah started in the investment industry in 1997. Prior to joining Aviva Investors, Mr. Shah was Managing Director &amp; Head of Fixed Income for Sceptre Investment Counsel, and responsible for the firm’s Canadian Core Fixed income portfolio strategy. He also has had analyst roles at rating agency firms Canadian Bond Rating Service, and Standard and Poors, and was also Director and Head of Canadian Corporate Debt Research for RBC Capital Markets. Prior to joining the asset management industry, Mr. Shah was employed at Ford Motor Company as a profit analyst. Mr. Shah holds an Honours Bachelor of Science degree, a Masters of Health Science degree, and an MBA from the University of Toronto. He is also a CFA charterholder.</td>
</tr>
<tr>
<td>Gaurav Dhiman, CFA</td>
<td>Portfolio Manager, Global Investment Grade</td>
<td>Gaurav Dhiman joined Aviva Investors in February 2012. He works within the portfolio management group and is jointly responsible for trading and management of Canadian fixed income and preferred share portfolios. Mr. Dhiman started in the investment management industry in</td>
</tr>
</tbody>
</table>
Name | Title | Duration of Service and Experience
---|---|---
Carl Stick | Investment Manager | Fund Manager at Rathbone Unit Trust Management Limited since 1996.
James Thomson | Fund Manager, Executive Director | Fund Manager at Rathbone Unit Trust Management Limited since 2000.
Alan Dobbie | Investment Manager | Fund Manager at Rathbone Unit Trust Management Limited since 2005.
David Harrison | Assistant Investment Manager | Assistant Fund Manager at Rathbone Unit Trust Management Limited since 2014.

Rathbone Unit Trust Management Limited

The Portfolio Manager has retained Rathbone Unit Trust Management Limited ("Rathbone") of London, England to provide investment management services to EuroPlus Fund and Global Growth Fund. Among other things, the sub-advisory agreements with Rathbone provide that they may be terminated by either party upon giving 90 days’ prior written notice. The sub-advisory agreements may also be terminated immediately by written notice if either party ceases to be registered in their local jurisdiction, carry on business, becomes bankrupt or insolvent, resolves to wind up or liquidate, has a receiver of its assets appointed or commits fraud or material wrongdoing in conducting its business.

Rathbone is not registered as an advisor or an international advisor in Ontario. The Portfolio Manager has agreed to be responsible for any loss if Rathbone fails to meet its standard of care in performing its services to EuroPlus Fund or Global Growth Fund.

Investors should be aware that there may be difficulty enforcing legal rights against Rathbone because it is resident outside Canada and all or a substantial portion of its assets are situated outside Canada.

The following are the names, titles, duration of service and experience of individuals employed by Rathbone who are principally responsible for the day-to-day management of EuroPlus Fund and Global Growth Fund:

Brokerage Arrangements

Decisions as to the purchase and sale of portfolio securities and decisions as to the execution of portfolio transactions, including selection of market, dealer or broker and the negotiation, where applicable, of commissions, are made by each individual Portfolio Manager or Sub-Advisor. In executing portfolio transactions, the Portfolio Manager or Sub-Advisor has a duty to seek best execution. In making a
determination regarding best execution, the Portfolio Manager or Sub-Advisor will take into account certain criteria including the commission rate offered, execution capability, trading expertise, value market depth and available liquidity, timing and size of an order and current market conditions, amongst other things.

In some cases, where the execution and prices offered by more than one dealer or broker are reasonably comparable, the Portfolio Manager or Sub-Advisor may, in its discretion, choose to effect portfolio transactions through dealers or brokers in return for the provision of some goods and services, other than order execution, to the Funds through the Portfolio Manager or Sub-Advisor.

Where a dealer or broker offers goods and services other than order execution to the Funds through the Portfolio Manager or Sub-Advisor, these must be limited to “research goods and services”.

Where commissions are directed to a dealer for such services, the Portfolio Manager or Sub-Advisor must make a good faith determination that the client receives reasonable benefits, considering both the use of the goods or services, and the amount of brokerage commissions paid. Such a determination takes a number of factors into account, which may include, among other things, a determination as to whether the order execution and research actually provide appropriate assistance that is directly beneficial to the Funds in the performance of its own investment or trading decisions; whether the allocation of commissions paid is reasonable justifiable and documentable in light of the value of the investment decision-making services used for the Funds.

Order execution goods and services are defined as (a) order execution; and (b) goods or services to the extent that they are directly related to order execution. To be considered to be directly related to order execution, goods or services should be integral to the arranging and conclusion of the transactions that generated the commissions. The goods and services must generally be provided or used between the point at which the advisor makes an investment or trading decision, and the point at which the resulting securities transaction is concluded, which is when settlement is clearly and irrevocably completed. Order execution goods and services can include: order management systems, algorithmic trading software, market data and custody, and clearing and settlement services.

Research goods and services are defined to be (a) advice relating to the value of a security or the advisability of effecting a transaction in a security; (b) an analysis, or report, concerning a security, portfolio strategy, issuer, industry or an economic or political factor or trend; and (c) a database or software, to the extent that it supports goods or services referred to in paragraphs (a) and (b).

Items such as databases and software that are used by advisors in support of, or as an alternative to dealers’ advice, analyses and reports could be considered research goods. In order to link to order execution, they should be provided or used before an advisor makes an investment or trading decision. More specifically, traditional research reports, publications marketed to a narrow audience and directed to readers with specialized interests, seminars and conferences and trading advice would generally be considered to fall within this category. Eligible databases and software could include quantitative analytical software, market data from feeds or databases, post trade analytics from prior transactions and possibly order management systems (to the extent they provide research or assist with the research process).

Since the date of the last annual information form, some of the Portfolio Managers and Sub-Advisors have entered into brokerage transactions for the provision of services other than order execution goods and services. These goods and services relate to research goods and services which includes the provision of information services. None of these goods or services was provided by an affiliated entity to the Portfolio Managers or Sub-Advisors.
The names of any dealers or third parties that provided services other than order execution services will be provided upon request by contacting Stone toll free at 1-800-336-9528, or by e-mail at info@stoneco.com.

Directors, Officers and Trustees

Stone Asset Management is the trustee of each of the Trust Funds. The Dividend Growth Class and Resource Plus Class are corporate funds and, as such, do not have a trustee. See “Responsibility for Operations of the Funds – Manager – Directors and Officers of the Manager”.

Directors and Officers of Stone & Co. Corporate Funds Limited

The table below sets out the names of all directors and officers of Stone & Co. Corporate Funds Limited, their municipality of residence, their positions and offices with Stone & Co. Corporate Funds Limited and their principal occupations during the five years preceding the date of this Annual Information Form.

<table>
<thead>
<tr>
<th>Name and Municipality of Residence</th>
<th>Position</th>
<th>Principal Occupation During the Five Preceding Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>Richard G. Stone, Toronto, Ontario</td>
<td>President, Chief Executive Officer and Director</td>
<td>President, Chief Executive Officer and director of Stone Investment Group Limited and Stone &amp; Co. Limited. President, Chief Executive Officer, Co-Chief Investment Officer and director of Stone Asset Management Limited.</td>
</tr>
</tbody>
</table>

Any of the directors and officers of the Manager and Stone & Co. Corporate Funds Limited can be reached at or through the registered office of the Manager located at 36 Toronto Street, Suite 710, Toronto, Ontario, M5C 2C5, by phone at 1-800-336-9528, by fax at (416) 364-8456 or by e-mail at info@stoneco.com.

Promoter

Stone & Co. Limited, as a mutual fund company took initiative in founding and organizing the Funds. With the introduction of registration requirements for investment fund managers pursuant to National Instrument 31-103, Stone Asset Management Limited, an affiliated company, became registered as an investment fund manager and assumed the duties of Stone & Co. Limited. Accordingly, Stone Asset Management Limited is considered to be the promoter of the Funds.
Custodian

The portfolio securities and cash of the Funds are held in safekeeping by CIBC Mellon Trust Company (the “Custodian”) in Toronto, Ontario. The Custodian is in the business of providing domestic custody, global custody and Canadian subcustody services for its corporate clients. The Custodian may appoint sub-custodians outside Canada and the sub-custodians will hold portfolio securities. The Custodian will continue to have overall responsibility for the assets. We may remove the Custodian and appoint a new custodian, provided however that any appointed party shall in all cases be a Canadian chartered bank or a trust company which complies with the requirements of the applicable Canadian securities regulatory authorities.

Valuation Agent and Fund Accountant

CIBC Mellon Global Securities Services Company (the “Valuation Agent”), located in Toronto, Ontario, is the valuation agent and fund accountant of the Funds. The Valuation Agent provides valuation services to the Fund pursuant to a fund administration agreement (the “Fund Administration Agreement”) between the Fund, the Manager and the Valuation Agent. The fees payable by the Fund under the Fund Administration Agreement will be as agreed upon from time to time in writing by the Valuation Agent and the Fund as well as all reasonable expenses incurred by the Valuation Agent in the discharge of its duties under the Fund Administration Agreement.

The Fund Administration Agreement may be terminated by the Fund or the Valuation Agent without any penalty (a) upon at least 90 days’ written notice or such lesser notice as the other party may agree to or (b) immediately if any party becomes insolvent, or makes an assignment for the benefit of creditors, or a petition in bankruptcy is filed by or against that party and is not discharged within 30 days, or proceedings for the appointment of a receiver for that party are commenced and not discontinued within 30 days.

Auditor

The auditor of the Funds is Ernst & Young LLP, Chartered Professional Accountants, located in Toronto, Ontario. The auditor reports to the securityholders on the annual financial statements of the Funds. Although the approval of securityholders will not be obtained before making a change to the auditor of a Fund, securityholders will be sent a written notice at least 60 days before the effective date of the change.

Registrar and Transfer Agent

The registrar and transfer agent for the Funds is International Financial Data Services (Canada) Ltd. (“IFDS”), located in Toronto, Ontario.
CONFLICTS OF INTEREST

Principal Holders of Securities

Funds

As of June 30, 2016, no persons owned of record or beneficially, directly or indirectly, more than 10% of the outstanding voting securities of a Fund, other than:

<table>
<thead>
<tr>
<th>Name of Investor</th>
<th>Series</th>
<th>Number of Securities</th>
<th>% Held</th>
<th>Type of Ownership</th>
<th>Name of Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Stone &amp; Co. Flagship Growth &amp; Income Fund Canada</td>
<td>A</td>
<td>1,172,696.6464</td>
<td>42.03</td>
<td>Holder of Record</td>
<td>Stone &amp; Co. EuroPlus Dividend Growth Fund</td>
</tr>
</tbody>
</table>

As of June 30, 2016, the IRC members as a group did not beneficially own in aggregate, directly or indirectly, more than 10% of the outstanding securities of the Funds.

Manager

Stone Asset Management Limited is the manager of the Funds.

Stone Asset Management Limited is a wholly-owned subsidiary of Stone Investment Group Limited. As of June 30, 2016: (a) the directors and senior officers of Stone & Co. Corporate Funds Limited, as a group beneficially owned, directly or indirectly, 12,789,603 voting shares of Stone Investment Group Limited, representing 51.10% of the voting shares of Stone Investment Group Limited; (b) Richard Stone, beneficially owned, directly or indirectly, 11,352,309 voting shares of Stone Investment Group Limited, representing 45.36% of the voting shares of Stone Investment Group Limited; (c) the directors and senior officers of Stone Investment Group Limited, as a group, beneficially owned, directly or indirectly, 14,066,504 voting shares of Stone Investment Group Limited, representing 56.20% of the voting shares of Stone Investment Group Limited; and (d) the IRC members, as a group, did not beneficially own, directly or indirectly any voting shares of Stone Investment Group Limited or Stone & Co. Corporate Funds Limited.
Affiliated Entities

The relationship between the Manager and certain of its affiliates that provide services to the Funds or to the Manager in relation to the Funds’ operations is set forth below:

The Manager and Stone & Co. Corporate Funds Limited are both wholly-owned subsidiaries of Stone Investment Group Limited.

Fees payable by the Funds to Stone Asset Management Limited are disclosed in the Funds’ annual financial statements.

The following individuals are directors and officers of the Manager and Stone Investment Group Limited:

- Richard Stone is President and Chief Executive Officer of the Manager and Stone Investment Group Limited.
- James Elliott is Chief Financial Officer of the Manager and Stone Investment Group Limited.

FUND GOVERNANCE

As trustee of the Trust Funds, the Manager is responsible for fund governance of the Trust Funds.

Stone & Co. Corporate Funds Limited has a board of directors comprising three directors, none of whom is independent of the Manager.

Independent Review Committee

An independent review committee (“IRC”) has been established pursuant to the requirements set out in National Instrument 81-107 – Independent Review Committee for Investment Funds (“NI 81-107”). The IRC is comprised of John Anderson (Chair), David Crowe and Ross McKinnon. The mandate of the IRC as required under NI 81-107 is as follows:

(a) review conflict of interest matters, including any related policies and procedures referred to it by the Manager and make recommendations to the Manager regarding whether the proposed action of the Manager in respect of the conflict of interest matter achieves a fair and reasonable result for the funds;
(b) consider and approve, if deemed appropriate, the Manager’s proposed action on a conflict
of interest matter that the Manager refers to the IRC for approval; and

(c) perform such other duties, recommendations and approvals as may be permitted of the
IRC under applicable securities laws.

On an annual basis, the IRC reviews the Manager’s Policy for Conflict of Interest Matters that arise
between the Manager’s own interests and the Manager’s duty to manage the Funds in the best interest of
the Funds. The compensation and other reasonable expenses of the IRC, as well as the other reasonable
costs of complying with NI 81-107, are paid out of the assets of the Funds as well as out of the assets of
the other investment funds for which the IRC acts. The Funds and the Manager currently indemnify the
members of the IRC against liability in the performance of their duties. As well, the Funds and the
Manager have purchased liability insurance for the benefit of the members of the IRC. Such expenses are
also paid out of the assets of the Funds. None of the members of the IRC is an employee, director, or
officer of the Manager, or an associate or affiliate of Stone Investment Group Limited or the Manager or
Stone & Co. Limited or, to our knowledge, any Portfolio Sub-Advisor.

Although your prior approval will not be sought, you will be given at least 60 days’ written notice before
any changes are made to the Funds’ auditor or before any reorganization with, or transfers of assets to
another mutual fund managed by Stone Asset Management Limited or its affiliate are made by the Funds,
provided the IRC of the Funds has approved such changes and in the latter case, the reorganizations or
transfers comply with certain criteria described in the applicable legislation.

Policies and Procedures

We have policies in place relating to business practices, personal investing, conflicts of interest and sales
practices. The Manager has a Personal Investing Policy, a Code of Business Conduct and Ethics, and a
Conflict of Interest Matters Policy. Each of these policies establishes rules of conduct designed to ensure
the fair treatment of the Funds and the Funds’ securityholders and to ensure that the interests of the Funds
and their securityholders are placed above personal interests of employees, officers and directors and each
of its affiliates. Our principals meet regularly to review the investment policies of the Funds with respect
to regulatory issues, risk management controls, internal conflicts of interest and general business practices
relating to the operations of the Funds. In addition, the Manager has developed policies and procedures
designed to ensure compliance with the rules set out in National Instrument 81-105 – Mutual Fund Sales
Practices regarding sales practices.

If a Fund, for the purposes of this paragraph only, the “Top Fund”, holds securities of another Fund (for
the purposes of this paragraph only, the “Underlying Fund”), the Top Fund will generally not vote any of
the securities of the Underlying Fund. The Manager may arrange for the beneficial holders of the Top
Fund to vote all of the Underlying Fund’s securities depending on the materiality of the issue which is the
subject of the vote.

Derivatives Policy

Each of the Funds may use specified derivatives such as options, futures contracts, forward contracts,
swaps, conventional convertible securities, and other similar instruments to hedge against losses from
changes in stock prices, commodity prices, market indices or currency exchange rates, to invest indirectly
in securities or assets, to gain exposure to financial markets and/or to generate income. Derivatives may
also be used to manage risk. The Funds will only use derivatives as permitted by securities regulations.
When a Fund uses derivatives for purposes other than hedging, it holds sufficient cash or money market
instruments to fully cover its positions.
The Manager maintains written policies and procedures relating to the use of such derivatives. These policies and procedures are reviewed annually by one or more officers designated by senior management of the Manager. The board of directors of the Manager is responsible for overseeing the risk management process. The decision of whether to use derivatives is made by the Portfolio Manager or the sub-advisor for each Fund. The Manager has investment policy statements for each of the Funds that specify the type of derivative that is permitted to be used by each Fund, and the goals and objectives of using derivatives for the Fund. The investment policy statements also specify that any use of derivatives must be in accordance with securities legislation. The Manager requires each Portfolio Manager and the sub-advisor to have in place policies and procedures to manage the risks associated with derivatives. Risk measurement procedures or simulations are not used to test the Funds under stress conditions.

Policies Regarding Securities Lending and Repurchase and Reverse Repurchase Transactions

The Funds may enter into repurchase and reverse repurchase transactions and securities lending transactions only as permitted under securities law and after giving investors 60 days’ prior written notice. The Custodian or a sub-custodian will act as agent for the Funds in administering repurchase and securities lending transactions, including negotiating the agreements, assessing the creditworthiness of counterparties and collecting the fees earned by the funds. The agent will also monitor the collateral provided to ensure that it remains within the prescribed limits. In the event that such investor notice has been provided and the Funds may enter into in repurchase and reverse repurchase transactions and securities lending transactions the Manager will develop written policies and procedures in respect of reverse repurchase transactions and sets credit limits in an effort to control risk. Risk measurement procedures or simulations are not used to test the Funds under stress conditions.

Policies Related to Proxy Voting

The Manager, in its role as Portfolio Manager, has the responsibility for proxy voting, on the Funds’ behalf. The Portfolio Manager has adopted written proxy voting guidelines (the “Guidelines”) to assist in voting proxies received by a Fund.

Proxy voting will be conducted in a manner consistent with the best interest of the Funds’ investors. The Portfolio Manager has adopted policies (“Policies”) whereby the Portfolio Manager will generally vote in favour of routine management proposals. Non-routine proposals will generally be voted in accordance with the Guidelines. Non-routine proposals not covered by the Guidelines will be evaluated based on the facts and circumstances of each such proposal and an assessment of whether the proposal will likely enhance shareholder value. Where a proxy vote raises a conflict of interest, the proxy will be voted in a manner consistent with the Guidelines. While the Guidelines are intended to reflect the Portfolio Manager’s general position on certain issues, the Portfolio Manager retains the discretion to depart from the Guidelines on any particular proxy vote depending upon the facts and circumstances.

The Policies are available on request, at no cost, by calling us toll-free at 1-800-336-9528 or by e-mail at info@stoneco.com or by writing to us at 36 Toronto Street, Suite 710, Toronto, Ontario, M5C 2C5. A Fund’s proxy voting record for the most recent annual period ended June 30 of each year is available free of charge to any investor of the Fund upon request at any time after August 31 of that year.

Policies Related to Short-Term Trading

In general, the Funds are long-term investments. Some investors may seek to trade or switch frequently to try to take advantage of the difference between the Funds’ NAV and the value of the Funds’ portfolio holdings. This activity is sometimes referred to as “market timing”. Frequent trading or switching in order to time the market can hurt the Funds’ performance, affecting all investors in the Funds by forcing the Funds to keep cash or sell investments to meet redemptions. The Manager has adopted policies and procedures that include a policy for dealing with excessive short-term trading. The Manager’s policies
and procedures are designed to detect and deter market timing activity, including monitoring trading activity in client accounts and, through this monitoring, imposing short term trading fees. See “Short-Term Trading Fees”.

FEES AND EXPENSES

The annual management fees associated with each series of the Funds’ securities are more particularly described in the Simplified Prospectus for the Funds. The annual management fees are paid to the Manager from the Funds and are reflected in the annual audited financial statements of the Funds.

Management Fee Rebate or Distribution Programs

There is currently no management fee rebate or distribution program in place whereby the Manager charges less than the annual management fee that we are otherwise entitled to charge in respect of each series of the Funds.

INCOME TAX CONSIDERATIONS

This section describes the principal Canadian Federal income tax considerations under the Tax Act applicable to the Funds and to an investor who, for the purposes of the Tax Act, is an individual (other than a trust) resident in Canada, deals at arm’s length with the Funds, holds securities of the Funds as capital property and has not entered into a “derivative forward agreement” (as defined in the Tax Act) in respect of the securities of the Funds.

This summary takes into account the current provisions of the Tax Act and the regulations thereunder, all proposals for specific amendments thereto that have been publicly announced by or on behalf of the Minister of Finance (Canada) prior to the date hereof (the “Tax Proposals”) and the current published administrative policies and assessing practices of the Canada Revenue Agency. This summary does not take into account or anticipate any other changes in law, whether by legislative, regulatory, administrative or judicial decision or action. There is no assurance that the Tax Proposals will be enacted as proposed or at all.

This summary assumes that each of the Trust Funds is, and will qualify at all material times as, a “mutual fund trust” under the Tax Act. This summary also assumes that Stone & Co. Corporate Funds Limited is, and will qualify at all material times as, as a “mutual fund corporation” under the Tax Act.

This summary is also based on the assumption that none of the Trust Funds will at any time be a “SIFT trust” as defined in the SIFT provisions contained in the Tax Act. Provided that the units of each Trust Fund are not listed or traded on a stock exchange or other public market then the Trust Funds should not be a SIFT trusts.

This summary is not exhaustive of all possible federal income tax considerations and does not deal with provincial or foreign income tax considerations. Therefore, prospective investors are advised to consult with their own tax advisors about their individual circumstances.

Trust Funds and Corporate Funds

Taxation of the Trust Funds

The Trust Funds are registered investments under the Tax Act.

Each Trust Fund intends to distribute to investors in each year sufficient of its net income and net realized capital gains such that it will not be liable for tax under Part I of the Tax Act (after taking into account applicable loss carry forwards and any capital gains refunds).
All of a Trust Fund’s deductible expenses, including expenses common to all series of the Trust Fund and management fees and other expenses specific to a particular series of the Trust Fund, will be taken into account in determining the income or loss of the Trust Fund as a whole and applicable taxes (if any) payable by the Trust Fund as a whole.

Taxation of the Corporate Funds

Stone & Co. Corporate Funds Limited is a registered investment under the Tax Act.

Stone & Co. Corporate Funds Limited is generally taxable on its taxable income at normal corporate tax rates applicable to a mutual fund corporation. Taxes payable by Stone & Co. Corporate Funds Limited on realized capital gains will be refundable according to a formula when it redeems shares or pays capital gains dividends. It is the current practice of Stone & Co. Corporate Funds Limited to declare sufficient capital gains dividends to entitle it to a full refund of any taxes payable on net realized capital gains. Taxes payable by Stone & Co. Corporate Funds Limited on income from other sources (such as interest and foreign income) are not refundable. Due to deductible expenses and to tax refunds available to Stone & Co. Corporate Funds Limited upon the payment of capital gains dividends and taxable dividends, Stone & Co. Corporate Funds Limited is not expected to have any material net income tax liability in any year.

Stone & Co. Corporate Funds Limited is generally subject to tax on taxable dividends received by it from “taxable Canadian corporations” (as defined in the Tax Act) under Part IV of the Tax Act in an amount equal to 38 1/3% of such dividends, which tax will be refundable at the rate of 38 1/3% of taxable dividends (other than capital gains dividends) paid by Stone & Co. Corporate Funds Limited to shareholders (subject to proration for taxation years beginning before 2016).

Stone & Co. Corporate Funds Limited, like any other mutual fund corporation with a multi-class structure, must compute its earnings for tax purposes as a single entity. As a result, dividends paid to an investor in a Corporate Fund could differ from the dividends or distributions that would be paid to the investor if the investor invested in a mutual fund that made the same investments but did not have a multi-class corporate structure. For example, if a Corporate Fund has a net loss or net realized capital loss associated with it, that net loss or net realized capital loss may be applied to reduce the income and net realized capital gains of Stone & Co. Corporate Funds Limited as a whole. This treatment will generally benefit investors in other Corporate Funds of Stone & Co. Corporate Funds Limited even if it reduces the amount of dividends that would otherwise be paid to them currently since the value of their shares in such other Corporate Funds should not be reduced. The amount of capital gains dividends paid by Stone & Co. Corporate Funds Limited on a class of shares will be affected by the level of redemptions from all Corporate Funds as well as accrued gains and losses of all Corporate Funds as a whole. Stone & Co. Corporate Funds Limited may have to dispose of some of its investments as a result of investors switching from one Corporate Fund to another Corporate Fund. As a result of Tax Proposals first announced in the March 22, 2016 federal budget, a switch of shares of one Stone & Co. Corporate Fund to another after 2016 will be treated as a taxable disposition of those shares at their fair market value at the date of the switch. Until the proposed amendments become effective after 2016, switches between classes of the Stone & Co. Corporate Funds will continue to occur on a tax-deferred basis.

Stone & Co. Corporate Funds Limited expects to acquire from time to time property on a tax-deferred basis from certain flow-through limited partnerships established by an affiliate of the Manager in exchange for shares of the Resource Plus Class (an “Exchange Transaction”). Property acquired by Stone & Co. Corporate Funds Limited in an Exchange Transaction will include, “flow-through shares” (as defined in the Tax Act) which will have a nominal cost to Stone & Co. Corporate Funds Limited for tax purposes and other property which may have a cost for tax purposes that is less than the fair market value thereof. If the flow-through shares or other properties are identical to other securities held by Stone & Co. Corporate Funds Limited as capital property, the cost of such properties will be averaged for tax
purposes. A disposition of such flow-through shares, other properties or identical property, by Stone & Co. Corporate Funds Limited may result in the recognition of larger capital gains than if Exchange Transactions did not occur.

The higher a Corporate Fund’s portfolio turnover rate in a year, the greater the chance Stone & Co. Corporate Funds Limited will generate capital gains and losses in the year.

The earnings and tax liability, if any, of Stone & Co. Corporate Funds Limited will be allocated among the Dividend Growth Class and Resource Plus Class in the sole discretion of Stone & Co. Corporate Funds Limited acting reasonably.

**Investors**

*Investors in the Trust Funds*

An investor generally will be required to include in computing income for tax purposes for a year the net income and the taxable portion of the net capital gains of a Trust Fund paid or payable to the investor in that year by the Trust Fund. An investor must include such amounts in income, whether they are reinvested in Fund securities or paid in cash.

Provided that the appropriate designations under the Tax Act are made by the Trust Funds, to the extent permitted under the Tax Act, an investor generally will be entitled to treat amounts of dividends received from taxable Canadian corporations, foreign source income and net taxable capital gains of a Trust Fund that are paid or payable to the investor as taxable dividends, foreign source income and taxable capital gains, respectively, of the investor. An enhanced dividend tax credit is available for certain eligible dividends paid by Canadian corporations. Foreign source income received by a Trust Fund will generally be net of any taxes withheld in the foreign jurisdiction. The taxes so withheld will be included in the determination of income under the Tax Act. To the extent that a Trust Fund so designates in accordance with the Tax Act, an investor will be entitled, for the purpose of computing foreign tax credits, to treat the investor's proportionate share of such taxes withheld as foreign taxes paid by the investor.

An investor must include in computing income for tax purposes the net income and the taxable portion of the net capital gains paid or payable to the investor in the year by a Trust Fund, even if the income and capital gains accrued to the Trust Fund or were realized by the Trust Fund before the investor acquired the securities and even if such income and capital gains were reflected in the purchase price of the securities.

To the extent that distributions to an investor by a Trust Fund in any year exceed the investor's share of the Trust Fund's net income and net capital gains allocated to the investor for the year, such excess distributions (except to the extent they are proceeds of disposition) will be a return of capital and will not be taxable in the hands of the investor, but will reduce the adjusted cost base of the investor's units of the Trust Fund. Where reductions to an investor’s adjusted cost base of units would result in the adjusted cost base becoming a negative amount, such amount will be treated as a capital gain realized by the investor and the investor’s adjusted cost base of such units will be nil.

When units of a Trust Fund are purchased, a portion of the purchase price may reflect income and capital gains of the Trust Fund that have not yet been realized or distributed. Accordingly, investors who purchase just before a distribution date, including distributions at year-end, may be required to include in their income amounts distributed from the Trust Fund, even though these amounts were earned by the Trust Fund before the investor purchased the units and were included in the price of the units.
Investors in the Corporate Funds

Taxable dividends (other than capital gains dividends) paid by Stone & Co. Corporate Funds Limited, whether received in cash or reinvested in additional securities by an investor, will be included in computing the investor's income. The dividend gross-up and tax credit treatment normally applicable to taxable dividends paid by Canadian corporations will apply to such dividends.

Capital gains dividends received in a taxation year by an investor, whether received in cash or reinvested in additional securities will be deemed to be a capital gain of the investor for the year in which the dividend is received.

Investors may also receive distributions from Stone & Co. Corporate Funds Limited as a return of capital with respect to a Corporate Fund. A return of capital made to a shareholder generally is not immediately taxable in the shareholder’s hands, but will reduce the shareholder’s adjusted cost base of the shares of such Corporate Fund. Where reductions to a shareholder’s adjusted cost base of shares would result in the adjusted cost base becoming a negative amount, such amount will be treated as a capital gain realized by the shareholder and the shareholder’s adjusted cost base of such shares will then be nil.

Investors who purchase shares of a Corporate Fund may receive taxable dividends or capital gains dividends that relate to income, realized capital gains, or accrued but unrealized capital gains that are in the particular Corporate Fund at the time the shares are purchased, and that were included in the price of the shares.

Investors in All Funds

On the actual or deemed disposition of a security, including upon a switch (other than a switch between Corporate Funds before 2017), exchange or redemption of a security, an investor will realize a capital gain (or capital loss) to the extent that the investor’s proceeds of disposition net of any costs of disposition exceed (or are less than) the investor's adjusted cost base of such security. In the case of a disposition of a security, one-half of a capital gain is generally included in determining an investor's income.

A change of securities of a series of a Trust Fund into securities of a different series of the same Trust Fund should not, in itself, result in a disposition for tax purposes of the securities being changed. The cost of the securities received will be equal to the adjusted cost base of the securities that were changed.

Capital gains and dividends may result in a liability for alternative minimum tax under the Tax Act.

Registered Plans

Provided that the Trust Funds are registered investments or mutual fund trusts under the Tax Act, and Stone & Co. Corporate Funds Limited is a registered investment or a mutual fund corporation under the Tax Act, at all relevant times, securities of such Funds will be qualified investments for trusts governed by Registered Plans.

Notwithstanding the foregoing, if the securities of the Funds are a prohibited investment for an RRSP, RRIF or TFSA, the annuitant of the RRSP or RRIF or the holder of the TFSA, as the case may be, will be subject to a penalty tax as set out in the Tax Act. Annuitants of RRSPs and RRIFs and holders under TFSAs, as the case may be, should consult their own tax advisors as to whether securities of a Fund are a prohibited investment under the Tax Act for their RRSP, RRIF or TFSA in their particular circumstances.
REMUNERATION OF DIRECTORS, OFFICERS AND TRUSTEES

Stone & Co. Corporate Funds Limited has directors and officers; the Trust Funds have a trustee.

The officers and directors of the Manager receive no remuneration for services rendered in their capacity as an officer or director of the Manager from the Funds.

The officers and directors of the former trustee of the Trust Funds, Stone & Co. Limited received no remuneration for services rendered in their capacity as an officer or director of the Trustee from the Funds.

The members of the Independent Review Committee (“IRC”) receive an annual fee of $15,000 plus expenses for serving on the IRC. A portion of these fees are allocated to each individual fund, including the Funds, overseen by the IRC based primarily on each individual fund’s assets under management in relation to the total assets under management for all of the funds overseen by the IRC. For the year ended December 31, 2015, an aggregate amount of $47,500 plus HST was paid to the IRC.

Remuneration of Officers of Stone & Co. Corporate Funds Limited

For the year ended December 31, 2015, no remuneration was paid or is payable by Stone & Co. Corporate Funds Limited to any officers and the corporation had no employees.

Remuneration of Directors of Stone & Co. Corporate Funds Limited

No remuneration was paid or is payable by Stone & Co. Corporate Funds Limited to directors of Stone & Co. Corporate Funds Limited during the fiscal year ended December 31, 2015.

Remuneration of Trustee of the Trust Funds

For the year ended December 31, 2015, no remuneration was paid or is payable by the Trust Funds to the former trustee of the Trust Funds, Stone & Co. Limited for such period.

MATERIAL CONTRACTS

The material contracts of the Funds are:


- custodianship agreements regarding each of the Funds with CIBC Mellon Trust;


• a sub-advisory agreement between Stone Asset Management Limited and Rathbone Unit Trust Management Limited, regarding Global Growth Fund dated July 5, 2010;

• an amended and restated sub-advisory agreement between Stone Asset Management Limited and Rathbone Unit Trust Management Limited, regarding Europlus Fund dated July 5, 2010; and


These agreements and the Funds' declarations of trust or other constating documents (described above under “Name, Formation and History of the Funds”) are available for inspection at the Toronto office of the Manager during normal business hours.

LEGAL AND ADMINISTRATIVE PROCEEDINGS

There are no legal or administrative proceedings material to the Funds, nor are there any such proceedings known to be contemplated, as of the date of this annual information form.
CERTIFICATE OF
STONE & CO. FLAGSHIP GROWTH & INCOME FUND CANADA,
STONE & CO. FLAGSHIP GLOBAL GROWTH FUND,
STONE & CO. EUROPLUS DIVIDEND GROWTH FUND
AND MANAGER AND PROMOTER

DATED: August 26, 2016.

This annual information form, together with the simplified prospectus and the documents incorporated by reference into the simplified prospectus, constitute full, true and plain disclosure of all material facts relating to the securities offered by the simplified prospectus, as required by securities legislation of each province and territory of Canada and do not contain any misrepresentations.

(signed) “Richard G. Stone” (signed) “James A. Elliott”
Richard G. Stone James A. Elliott
Chief Executive Officer Chief Financial Officer
Stone Asset Management Limited Stone Asset Management Limited

ON BEHALF OF THE BOARD OF DIRECTORS OF STONE ASSET MANAGEMENT LIMITED AS MANAGER OF
STONE & CO. FLAGSHIP GROWTH & INCOME FUND CANADA,
STONE & CO. FLAGSHIP GLOBAL GROWTH FUND,
STONE & CO. EUROPLUS DIVIDEND GROWTH FUND

(signed) “Mohsin Bashir”
Mohsin Bashir
Director
Stone Asset Management Limited

ON BEHALF OF THE PROMOTER

(signed) “Richard G. Stone”
Richard G. Stone
Director
Stone Asset Management Limited
CERTIFICATE OF
STONE & CO. CORPORATE FUNDS LIMITED
AND THE MANAGER AND PROMOTER OF
STONE & CO. DIVIDEND GROWTH CLASS CANADA AND
STONE & CO. RESOURCE PLUS CLASS

DATED: August 26, 2016.

This annual information form, together with the simplified prospectus and the documents incorporated by reference into the simplified prospectus, constitute full, true and plain disclosure of all material facts relating to the securities offered by the simplified prospectus, as required by the securities legislation of each province and territory of Canada and do not contain any misrepresentations.

(signed) “Richard G. Stone”
Richard G. Stone
Chief Executive Officer
Stone & Co. Corporate Funds Limited

(signed) “James A. Elliott”
James A. Elliott
Chief Financial Officer
Stone & Co. Corporate Funds Limited

ON BEHALF OF THE BOARD OF DIRECTORS OF
STONE & CO. CORPORATE FUNDS LIMITED

(signed) “Suzanne Grimble”
Suzanne Grimble
Director
Stone & Co. Corporate Funds Limited

ON BEHALF OF THE MANAGER

(signed) “Richard G. Stone”
Richard G. Stone
Chief Executive Officer
Stone Asset Management Limited

(signed) “James A. Elliott”
James A. Elliott
Chief Financial Officer
Stone Asset Management Limited

ON BEHALF OF THE BOARD OF DIRECTORS OF
THE MANAGER

(signed) “Mohsin Bashir”
Mohsin Bashir
Director
Stone Asset Management Limited

ON BEHALF OF THE PROMOTER

(signed) “Richard G. Stone”
Richard G. Stone
Chief Executive Officer
Stone & Co. Corporate Funds Limited
STONE & CO. DIVIDEND GROWTH CLASS CANADA †
STONE & CO. RESOURCE PLUS CLASS †
STONE & CO. FLAGSHIP GROWTH & INCOME FUND CANADA
STONE & CO. FLAGSHIP GLOBAL GROWTH FUND
STONE & CO. EUROPLUS DIVIDEND GROWTH FUND

(† classes of mutual fund shares of Stone & Co. Corporate Funds Limited)

- Additional information about the Funds is available in the Funds' simplified prospectus, Fund Facts, management reports of fund performance and financial statements.

- You can get a copy of these documents at no cost by calling toll-free 1-800-336-9528, from your dealer or by e-mail to invest@stoneco.com.

- These documents and other information about the Funds, such as information circulars and material contracts, are also available at www.stoneco.com or at www.sedar.com.

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E-Mail: info@stoneco.com