



# Stone Castle

## CANNABIS GROWTH FUND



March 2021

Fund Codes: **Class A SPA1301** **Class D SPA1303** **Class F SPA1305**

### Spartan Overview

Spartan, established in 2006, is a Toronto-based investment management company that specializes in niche investment strategies managed by experienced investment managers with established track records. Spartan's infrastructure adheres to institutional standards with independent risk management and compliance, and well-known third party service providers. This allows our investment management teams to focus on investing and provides investors with the comfort that their money is being managed to the same standard as larger funds.

### StoneCastle Overview

StoneCastle, established in 2008, is a Kelowna-based investment management company that has extensive investment experience and focus on the emerging cannabis sector. Lead by Bruce Campbell, CFA, CAIA, President & Portfolio Manager, StoneCastle is recognized as one of the leaders in the cannabis investment sector and is often quoted as an industry expert in Bloomberg, The Globe and Mail, Financial Post and Thomson Reuters. Furthermore, Mr. Campbell is a frequent guest on BNN Bloomberg Market Call programs.

### Fund Overview, Objectives and Strategy

The Fund invests primarily in equity securities of North American publicly listed companies that operate in, or derive a meaningful portion of their revenue or earnings from, the cannabis industry or related industries, such as cannabis production and distribution, biopharmaceuticals and other ancillary businesses including edible and infused cannabis products, nutraceuticals, real estate, technology, security solutions, financing, delivery systems and retail distribution. The Fund will be actively managed, employing a multi-pronged top-down investment process to assist us in determining the overall asset allocation of the Fund (which may range from 0 to 100% in cash), as well as a bottom-up process to assist us in selecting securities. While up to 50% of the Fund's net asset value may be invested in foreign securities, the Fund will not invest in securities of companies unless their activities are legal at the provincial or state level.

### Monthly Performance\*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Marijuana Index TRI <sup>1</sup>
2021	+14.52%	+24.85%	-10.91%										+27.39%	+39.59%
2020	-1.50%	-15.33%	-18.00%	+10.79%	+10.76%	-6.69%	+17.35%	+12.36%	-8.44%	+7.42%	+37.44%	+11.74%	+55.95%	+21.01%
2019	+26.34%	+18.06%	+8.92%	+1.51%	-10.20%	-3.42%	-7.83%	-8.20%	-14.29%	-10.00%	-7.01%	-1.36%	-14.37%	-31.51%
2018									+1.24%	-11.51%	-5.42%	-8.97%	-22.87%	-33.91%

\*e' refers to estimated returns, as opposed to final returns. The estimated returns for the current month are included in the calculation of all other returns and statistics.

<sup>1</sup> Marijuana Index TRI is the North American Marijuana Index, which is a total return index calculated in C\$ and published by Solactive AG

### Statistics\*

	StoneCastle	Marijuana Index TRI <sup>1</sup>
Monthly Return	-10.91%	-6.63%
Last 12 Months Return	190.50%	148.80%
Cumulative Return (since inception)	31.21%	-23.53%
Annualized Compound Return	11.25%	-10.00%
Sharpe Ratio	0.23	-0.18
Avg. Monthly Gain	14.52%	14.53%
Avg. Monthly Loss	-8.77%	-11.32%
Max. Drawdown	64.49%	72.18%
Annualized Std. Deviation	47.98%	56.78%
% of Winning Months	45.16%	45.16%
Correlation	0.90	

### Fund Information

RSP Eligible?	Yes
Min. Investment/Subsequent	\$500/\$100
Invest/Redeem Frequency	Every Friday
Lock-up Period	None
Early Redemption Fee	2% if < 30 days
Redemption Notice	1 day
'A' Class Fees (SPA1301)	2.00%
'D' Class Fees (SPA1303)	1.25%
'F' Class Fees (SPA1305)	1.00%
Performance Fee	20%
Hurdle	Marijuana Index TRI*
Highwater Mark	Yes, no resets

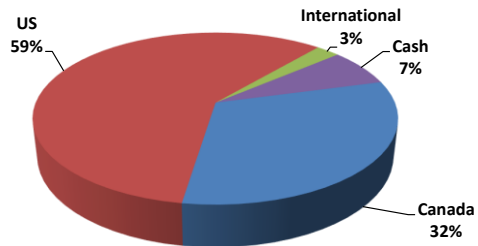
### Service Providers

Manager	Spartan Fund Management Inc.
Sub-Advisor	StoneCastle Investment Management Inc.
Custodian	CIBC World Markets Inc.
Auditor	Deloitte LLP
Administrator	SGGG Fund Services
Legal Counsel	Borden Ladner Gervais
Index Provider	Solactive AG

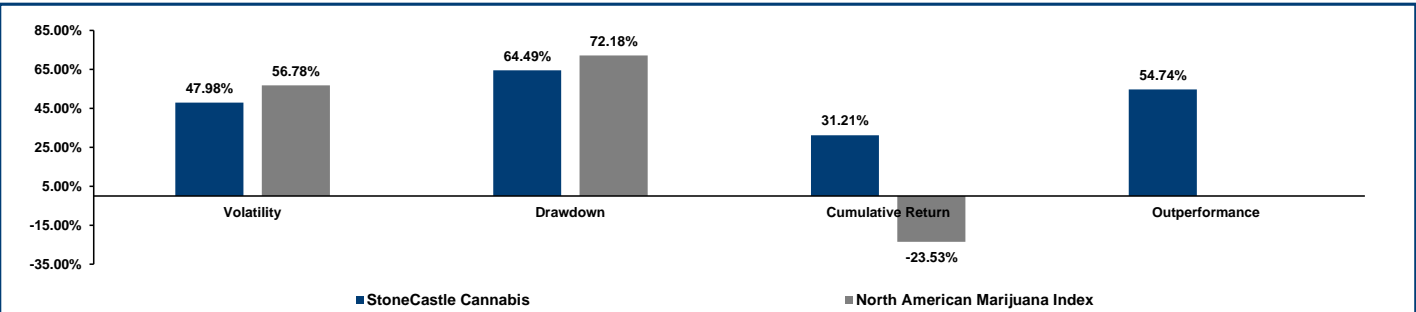
### Top Ten Holdings<sup>2</sup>

Company	Weight
Vibe Growth Corp	12.63%
GTEC Holdings Ltd	6.90%
C21 Investments Inc	6.33%
Green Thumb Industries Inc	6.29%
High Tide Inc	5.97%
Indiva Ltd	5.94%
Jushi Holdings Inc	5.48%
Willow Biosciences Inc	5.63%
Vext Science Inc	5.22%
Lowell Farms Inc	5.10%
<b>TOTAL</b>	<b>65.49%</b>

### Country Weightings<sup>2</sup>



### Risk-Return Comparison



<sup>2</sup> StoneCastle's portfolio is actively traded so the Fund's holdings and weightings are subject to change. Country weightings are based on the country of operations, not the country the security is listed in.

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The above returns are net of management and performance fees for the 'D' series of units, but do not take into account early redemption fees if investments are held less than 1 year. Please review the most recent simplified prospectus, annual information form and fund facts (the 'Disclosure Documents') for a detailed description of the Fund's strategy, objectives and risk factors. The above is provided for informational purposes only and is qualified in its entirety by way of the most recent Disclosure Documents, which is only available to qualified investors. Prospective investors should consult with a professional financial advisor before investing. Past performance cannot predict future results. Units prices and returns will fluctuate. There can be no assurances that any of the Fund's objectives will be met. See Terms and Conditions of our website ([www.spartanfunds.ca](http://www.spartanfunds.ca)) for important information and qualifications regarding the use of benchmarking and indices. The index above was chosen as it is a widely used benchmark of the North American marijuana equity market. While the Fund uses this index for long-term performance comparisons, it is not managed relative to the composition of the index. There are differences which include security holdings, geographic and sector allocation which impact comparability. As a result, the Fund may experience periods when its performance differs materially from the index.

The Fund is a related and connected issuer of Spartan Fund Management Inc. Spartan may act as dealer in connection with the distribution of securities of the Fund and will also receive management and performance fees from the Fund.