



February 28, 2022

Amidst the ongoing conflict in Ukraine, unprecedented sanctions have been placed on Russia. The measures include sanctions against banks, a cut-off from the SWIFT messaging system¹ which allows financial institutions to authorize payments, and sanctions on the Central Bank of Russia.

The market reaction has been fast, and the Bank of Russia acted quickly in an effort to shield its economy – more than doubling its key interest rate to 20% and imposing some controls on the flow of capital. Policy makers have also banned brokers from selling securities held by foreigners beginning Monday, February 28, 2022 on the Moscow Exchange for a period of time that has not yet been defined.

AGF Investments Inc. (AGF) has minimal Russian-domiciled holdings across our complex as we have cautiously weighed the elevated risks of investing in the country over time. As of Monday, February 28, 2022, less than 1% of assets under management and fee-earning assets² are invested in Russian-domiciled securities. These positions are held in select emerging market focused mandates. Below is a complete list of AGF's mutual funds and exchange-traded funds that have exposure (directly or indirectly) to Russian-domiciled assets. Based on the minimal exposure in each fund we remain confident in the liquidity of our products and our ability to meet any subscription or redemption requests.

Further, today AGF has joined industry and business community participants in signing on to a message encouraging our government leaders to take additional actions in support of the people of Ukraine and against Russia. Through this initiative we have also committed to divesting from Russian holdings in due course and as exchanges re-open and allow for divestment.

We do expect world markets to continue to exhibit substantial volatility as this situation continues to unfold. We assure you that we are working hard in this context to offer the best possible stewardship of the investments you have entrusted to our care. We actively manage for, and stress test, all of our investment portfolios on a regular basis under various market conditions to effectively control for our liquidity management needs across our suite of investment solutions.

Thank you for your ongoing support. Should the need arise, we will be quick to update you further.

Sincerely,

Kevin McCreadie
Chief Executive Officer & Chief Investment Officer
AGF Management Limited

¹ SWIFT is a secure messaging system that facilitates rapid cross-border payments. It has become the principal mechanism for financing international trade.

² Fee-earning assets represent assets in which AGF has carried interest ownership and earns recurring fees but does not have ownership interest in the managers.



The following AGF funds have less than 2% exposure to Russian-domiciled securities either directly or through holding of another AGF fund as at February 28, 2022.

Fund Name	Equity or Fixed Income
AGF Emerging Markets Equity Fund	Equity
AGF Emerging Markets Equity Class	Equity
AGF Emerging Markets Bond Fund	Fixed Income
AGF Total Return Bond Fund	Fixed Income
AGF Total Return Bond Class	Fixed Income
AGFiQ Emerging Markets Equity ETF (QEM)	Equity

The following AGF funds have indirect exposure to Russian-domiciled securities through the holding of a third-party exchange-traded fund. As at February 28, 2022, each AGF Fund holds less than 1% of NAV in the exchange-traded fund that has minimal exposure to Russian-domiciled securities.

Fund Name
AGFiQ Global Balanced ETF Portfolio Fund
AGF Elements Conservative Portfolio
AGF Elements Conservative Portfolio Class
AGF Elements Growth Portfolio
AGF Elements Global Portfolio
AGF Elements Global Portfolio Class

The information contained herein is designed to provide you with general information related to investment alternatives and strategies and is not intended to be comprehensive investment advice applicable to the circumstances of the individual. We strongly recommend that you consult with a financial advisor prior to making any investment decisions.

The information contained herein is provided by AGF Investments Inc. as at February 28, 2022 and intends to provide you with information at a point in time. It is not intended to be investment advice applicable to the circumstances of an individual and should not be construed as investment advice. Every effort has been made to ensure accuracy in these commentaries at the time of publication, however, accuracy cannot be guaranteed. Market conditions may change and AGF Investments Inc. accepts no responsibility for any investment decisions arising from the use or reliance on the information provided herein.

Commissions, trailing commissions, management fees and expenses all may be associated with investment fund investments. Please read the prospectus before investing. Investment funds are not guaranteed, their values change frequently and past performance may not be repeated. AGFiQ ETFs are ETFs offered by AGF Investments Inc. ETFs are listed and traded on organized Canadian exchanges and may only be bought and sold through licensed dealers.

This document is intended for advisors to support the assessment of investment suitability for investors. Investors are expected to consult their advisor to determine suitability for their investment objectives and portfolio.