

# **SIMPLIFIED PROSPECTUS**

**July 20, 2021**

## **OFFERING SERIES A AND F UNITS OF: GLOBAL IMAN FUND**

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

The mutual fund and the securities of the mutual fund offered under this simplified prospectus are not registered with the United States Securities and Exchange Commission and they are sold in the United States only in reliance on exemptions from registration.

## TABLE OF CONTENTS

|   |    |
|---|----|
| INTRODUCTION.....                                       | 3  |
| WHAT IS A MUTUAL FUND?.....                             | 3  |
| WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND? ..... | 4  |
| PURCHASES, SWITCHES AND REDEMPTIONS .....               | 8  |
| OPTIONAL SERVICES .....                                 | 14 |
| FEES AND EXPENSES .....                                 | 15 |
| IMPACT OF SALES CHARGES .....                           | 18 |
| DEALER COMPENSATION .....                               | 18 |
| DEALER COMPENSATION FROM MANAGEMENT FEES.....           | 19 |
| INCOME TAX CONSIDERATIONS FOR INVESTORS .....           | 19 |
| ENHANCED TAX INFORMATION REPORTING .....                | 21 |
| WHAT ARE YOUR LEGAL RIGHTS? .....                       | 22 |
| ADDITIONAL INFORMATION .....                            | 22 |
| SPECIFIC INFORMATION ABOUT THE GLOBAL IMAN FUND .....   | 24 |
| ORGANIZATION AND MANAGEMENT OF THE FUND .....           | 24 |
| WHAT DOES THE FUND INVEST IN?.....                      | 25 |
| WHAT ARE THE RISKS OF INVESTING IN THIS FUND? .....     | 28 |
| WHO SHOULD INVEST IN THIS FUND? .....                   | 29 |
| DISTRIBUTION POLICY .....                               | 29 |
| FUND EXPENSES INDIRECTLY BORNE BY INVESTORS.....        | 30 |

## INTRODUCTION

This simplified prospectus (the “**Simplified Prospectus**”) contains selected important information to help you make an informed investment decision and to help you understand your rights as an investor in the Global Iman Fund (referred to in this document as the “**Fund**”). In this Simplified Prospectus, “Manager”, “we”, “us” and “our” refers to Global Growth Assets Inc. (“**GGAI**”), the manager of the Fund and “you”, “your” or “Unitholder” refers to you, the investor.

This Simplified Prospectus contains information about the Fund and the risks of investing in mutual funds generally, as well as the names of the firms responsible for the management and operations of the Fund.

Additional information about the Fund is available in the following documents:

- the Annual Information Form;
- the most recently filed Fund Facts;
- the most recently filed annual financial statements;
- any interim financial statements filed after those annual financial statements;
- the most recently filed annual management report of fund performance; and
- any interim management report of fund performance filed after that annual management report of fund performance.

These documents are incorporated by reference into this Simplified Prospectus, which means that they legally form part of this document just as if they were printed as part of this document. You can get a copy of these documents, at your request, and at no cost, by:

- calling us toll free at 1-866-680-4734; or
- contacting your dealer.

These documents and other information about the Fund are available at [www.globalgrowth.ca](http://www.globalgrowth.ca), by emailing us at [customerservices@globalgrowth.ca](mailto:customerservices@globalgrowth.ca). They are also available on the Internet at [www.sedar.com](http://www.sedar.com).

Unless otherwise indicated herein, information about the Fund which may be obtained on the Manager’s website is not, and shall not be deemed to be, incorporated by reference in this Simplified Prospectus.

## WHAT IS A MUTUAL FUND?

A mutual fund is a pool of assets contributed to by investors who share similar investment objectives. Mutual funds are managed by professional portfolio managers and advisers in accordance with a disclosed investment strategy, with the goal of achieving the mutual fund’s investment objective. Where a mutual fund issues more than one series, a Unitholder shares in the fund’s income, expenses and any gains and losses allocated to the Unitholder’s series generally in proportion to the units of the series he or she owns.

The benefits of investing in a mutual fund include:

**Professional Management** – Experienced portfolio managers and advisers provide on-going investment

and management advice regarding the investment portfolio of the mutual fund.

**Diversification** – Subject to their investment strategy, mutual funds generally invest their assets in a variety of securities which can be spread over different issuers, industries, and/or geographic regions in order to reduce their exposure to any one particular investment. Thus, an investment in a mutual fund provides smaller investors a lower-cost method relative to the cost of other investment opportunities of acquiring a diversified portfolio.

**Variety** – From fixed income funds to aggressive equity funds, mutual funds offer investors a wide range of investment objectives to meet individual investor needs.

**Liquidity** – The hallmark characteristic of an investment in a mutual fund is the Unitholder’s continuing right to redeem all or part of the investment at any time. Under exceptional circumstances, however, a mutual fund may suspend redemptions — please refer to “*Suspending the Right to Redeem Units*” below for more information.

**Administration** – All administration matters, such as custody of assets, record keeping, reporting to investors and the reinvestment of distributions, are handled or arranged by the mutual fund manager.

## **WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND?**

Mutual funds own different types of investments depending upon their investment objectives. The value of each mutual fund’s portfolio of securities can change from day to day as a result of general market risks including changes in interest rates, economic conditions, and stock market and company news. As a result, the value of any mutual fund’s securities may fluctuate and the value of your investment in a mutual fund may be more or less when you redeem it than when you purchased it.

The full amount of your investment in the Fund is not guaranteed. Unlike bank accounts or GICs, mutual fund units are not covered by the Canada Deposit Insurance Corporation or any other government deposit insurer.

Securities held by the Fund that are traded on a public exchange are generally valued at their most recent sale price. If the price is not available or if the price is not a true reflection of the value of the security, we will, in our sole discretion, use another method to determine the value. This practice is called fair value pricing. It may happen for many reasons, including where the value is affected by events that occur after a market where the security is principally traded has closed or where there has been minimal or infrequent trading in a security.

Under exceptional circumstances, a mutual fund may suspend redemptions. For more information, please see “*Suspending the Right to Redeem Units*”.

### **Different Mutual Funds Have Different Risks**

All investments, including mutual funds, carry the risk that you will lose money or not make money. The degree of risk from one mutual fund to another varies considerably. Generally speaking, investments with the highest potential return carry the greatest risk. In deciding how much risk you are prepared to take, you should consider how soon you will need the money you are investing. The longer you can leave your money invested, the more time there is for short-term market declines to be reversed. Below are some specific risks that can affect the value of your investment in the Fund.

- **Concentration Risk** – Some mutual funds concentrate their investment holdings in specialized industries, market sectors or in a limited number of issuers. Investments in these mutual funds may involve greater risk and volatility than broadly based investment portfolios since the performance of one particular industry, market or issuer could significantly and adversely affect the overall performance of the entire mutual fund. By investing in a relatively small number of securities or sectors, the Portfolio Advisor (as defined herein) may have a significant portion of the Fund invested in a single security or sector. This may result in higher volatility, as the value of the portfolio will vary more in response to changes in the market value of an individual security or changes in a specific sector.
- **Currency Risk** – Changes in the value of the Canadian dollar, in relation to foreign currencies, may affect the value of securities held by a mutual fund which are denominated in foreign currencies. If the Canadian dollar declines in value against the foreign currency, the value of an investment expressed in Canadian currency may increase. If the Canadian dollar increases in value against the foreign currency, the value of an investment expressed in Canadian currency may decrease. For example, if the Canadian dollar rises relative to the Japanese yen, Japanese stocks may be worth less in Canadian dollars.
- **Derivatives Risk** - Derivatives are investments whose value is based on, or derived from, an underlying asset, such as a stock or a market index. Derivatives are not a direct investment in the underlying asset itself. Derivatives are often contracts with another party to buy or sell an asset at a later date. For example, common derivatives include: (a) futures and forward contracts, which are agreements to buy or sell currencies, commodities or securities for a set price at a future date; (b) options, which give the buyer the right, but not the obligation, to buy currencies, commodities or securities at a price within a certain time period and which require a seller, at the option of the buyer, to sell currencies, commodities or securities for a set price at a future date; and (c) swaps, which allow two parties to exchange the cash flows of a wide range of financial instruments.  
  
The value of the derivatives is based on the performance of other investments such as equities, bonds, currencies or a market index. Some of the common risks associated with using derivatives are: (i) the use of derivatives for hedging may not be effective; (ii) there is no guarantee a market will exist when the mutual fund wants to buy or sell a derivative contract; (iii) the other party to the derivative contract may not be able to meet its obligations; (iv) the exchanges on which some derivatives are traded may set daily trading limits on futures contracts, preventing the mutual fund from closing a contract; (v) if an exchange halts trading in a certain stock option, the mutual fund may not be able to close its position in an option; (vi) the price of a derivative may not accurately reflect the value of the underlying security or index; and (vii) the *Income Tax Act* (Canada) (the “**Tax Act**”), or its interpretation, may change in respect of the tax treatment of derivatives.
- **Emerging Markets Risk** – In emerging market countries, securities markets may be smaller than in more developed countries, making it more difficult to sell securities in order to take profits or avoid losses. Companies in these markets may have limited product lines, markets or resources, making it difficult to measure the value of the company. Political instability and possible corruption, as well as lower standards of regulation for business practices, increase the possibility of fraud and other legal problems. The value of funds that buy these investments may rise and fall substantially.
- **Equity Risk** – Market value of a mutual fund’s equity investments (also called stocks or shares) may fluctuate in response to specific company developments and prospects as well as changes in economic conditions and stock market news.

· **Foreign Investment Risk** – Investments in foreign companies and markets may be affected by world economic, financial and political conditions located in that foreign market. Some foreign market investments may be more volatile and less liquid than Canadian investments because of greater economic and political risk. Also, information about foreign companies may not be as complete and may not be subject to the same extensive accounting, auditing, financial reporting standards and practices and other disclosure requirements which apply in Canada and the United States. There also may not be an established stock market or legal system that adequately protects the rights of investors. Different financial, political, social and environmental factors may significantly affect the value of a fund’s investments. The costs of buying, selling and holding securities may be higher than those involved in domestic transactions and are subject to the laws and regulations of the foreign market.

Many foreign countries preserve their right under domestic tax laws and applicable tax conventions with respect to taxes on income and on capital (“**Tax Treaties**”) to impose tax on dividends and interest paid or credited to persons who are not resident in such countries. While the Fund intends to make investments in such a manner as to minimize the amount of foreign taxes incurred under foreign tax laws and subject to any applicable Tax Treaties, investments in foreign companies and markets may subject the Fund to foreign taxes on dividends and interest paid or credited to them or any gains realized on the disposition of such securities. Any foreign taxes incurred by the Fund will generally reduce the value of its portfolio.

Under certain Tax Treaties, the Fund may be entitled to a reduced rate of tax on such foreign income. Some countries require the filing of a tax reclaim or other forms to receive the benefit of the reduced tax rate. Whether or when the Fund will receive the tax reclaim is within the control of the particular foreign country. Information required on these forms may not be available (such as Unitholder information); therefore, the Fund may not receive the reduced treaty rates or potential reclaims. Certain countries have conflicting and changing instructions and restrictive timing requirements which may cause the Fund not to receive the reduced treaty rates or potential reclaims. In some instances it may be more costly to pursue tax reclaims than the value of the benefits received by the Fund. If the Fund obtains a refund of foreign taxes, the NAV of the Fund will not be restated and the amount will remain in the Fund to the benefit of the then-existing Unitholders.

· **Islamic Investment Risk** – Islamic investment principles may result in under-performance of an Islamic fund relative to mutual funds with similar investment objectives which are not subject to any Islamic investment principles. For example, other mutual funds are entitled to earn interest income on their cash investments, whereas an Islamic fund is not entitled to earn such interest income.

· **Large Transaction Risk** – The Fund may have investors who hold a significant amount of units of the Fund. Those investors could be institutions such as banks, insurance companies or other mutual fund companies that make a significant investment in the Fund. If one or more of these large investors redeem their investment in the Fund, the Fund may be forced to sell large numbers of portfolio investments to meet those requests. The Fund may be forced to sell investments at inopportune times, including during a market cycle downturn, when many investments have declined in value, or at a time when a particular investment is valued below its anticipated worth. On the other hand, if an investor makes a large investment in the Fund, the Fund may be required to hold this investment in cash while it searches for appropriate investments. This can reduce the returns of the Fund.

- **Liquidity Risk** – Liquidity is a measure of how quickly an investment may be sold for cash at a fair market price. Some investments may be more difficult to sell than others for a variety of reasons, including that the investments are not well known, the effect of economic or other events, or that smaller companies may be more difficult to value. If these companies have only a few shares outstanding, a sale or purchase of a small number of shares may have a greater than usual impact on the share price. If the Fund cannot sell an investment quickly, the Fund may lose money or make a lower profit, especially if the Fund must meet a large number of redemption requests. In general, investments in smaller companies or smaller or emerging markets tend to be less liquid than other types of investments.
- **Market Risk** – The market value of the Fund’s investments may rise or fall based on overall stock market conditions rather than each company’s performance. The market value of investments may vary with changes in general economic and financial conditions. Political, health, social and environmental factors can also significantly affect the market value of any investment.

In addition to changes in the condition of markets generally, unexpected and unpredictable events such as war, a widespread health crisis or global pandemic, terrorism and related geopolitical risks may lead to increased market volatility in the short term and may have more adverse general long-term effects on world economies and markets, including U.S., Canadian and other economies and securities markets. These types of unexpected and unpredictable events could have a significant impact on the Fund and its investments and could also result in fluctuations in the value of the Fund.

- **Rate of Return on Sukuk Risk** – Certain forms of sukuk (singular, sakk: Islamic Bond) pay a fixed income stream. A sukuk is similar to a bond that complies with Shari’ah law. When interest rates in the economy fall, the value of existing sukuk may rise because the income stream payable by such sukuk are higher than other income streams payable by new sukuk which are benchmarked against a lower interest rate in the economy. This risk is compounded where the sukuk are not liquid.
- **Regulatory Risk** – Some industries, such as health care and telecommunications, are heavily regulated and may receive government funding. Investments in these sectors may be substantially affected by changes in government policy, such as increased regulation, ownership restrictions, deregulation or reduced government funding. The value of a mutual fund that buys these investments may rise and fall substantially due to changes in these factors.
- **Sector Risk** – Investments concentrated in one sector tend to be more volatile than investments diversified across many different sectors. Changes in a particular sector may affect the entities in that sector in the same way. Such changes may affect the Fund’s investments that are heavily concentrated in that sector.
- **Series Risk** – Securities of some mutual funds are offered under a “multi-series” structure where each series of securities is charged, as a separate series, the expenses attributable to that particular series. If a series is unable to pay its expenses, the other series are responsible for making up the difference because the mutual fund as a whole is responsible for the financial obligations of all the series.
- **Small Cap Risk** – Capitalization is a measure of the value of a company. Companies with small capitalization may not have a well-developed or liquid market for their securities. Small capitalization companies may have limited financial resources and fewer shares issued resulting in lower liquidity. Accordingly, these securities may be more difficult to trade, making their

prices more volatile than securities of companies with large capitalization. As a result, a mutual fund that invests in small cap companies is more likely to experience more volatility.

- **Sukuk Issuer Risk** – An issuer of sukuk may not be able to pay a continuous income stream when it is due or may fail to repurchase the asset when required to do so by the sukuk holder. The risk is generally lower if the issuer has a high credit rating from an independent credit rating agency while it is generally higher if the issuer has a low credit rating or no credit rating. The prices of securities with lower ratings tend to fluctuate more than prices of securities with higher ratings.
- **Taxation Risk** – As of the date hereof, the Fund qualifies as a mutual fund trust under the Tax Act. It is GGAI's intention that the conditions prescribed in the Tax Act for qualification as a mutual fund trust will be satisfied on a continuing basis. If the Fund ceases to qualify as a mutual fund trust under the Tax Act, the income tax considerations described under the heading *Income Tax Considerations for Investors* could be materially and adversely different in some respects.

If the Fund experiences a “loss restriction event” (i) the Fund will be deemed to have a year-end for tax purposes, and (ii) the Fund will become subject to the loss restriction rules generally applicable to corporations that experience an acquisition of control, including a deemed realization of any unrealized capital losses and restrictions on their ability to carry forward losses. Generally, the Fund will be subject to a loss restriction event when a person becomes a “majority-interest beneficiary” of the Fund, or a group of persons becomes a “majority-interest group of beneficiaries” of the Fund, as those terms are defined in the affiliated persons rules contained in the Tax Act, with appropriate modifications. Generally, a majority-interest beneficiary of the Fund will be a beneficiary who, together with the beneficial interests of persons and partnerships with whom the beneficiary is affiliated, has a fair market value that is greater than 50% of the fair market value of all the interests in the income or capital, respectively, in the Fund.

- **Underlying Asset Risk** – The underlying asset tied to the sukuk may be lost or depreciate at a rate faster than the market and the sukuk issuer may default in repurchasing the asset when required to do so by the sukuk holder. In such situations the asset held by the sukuk holder has a value less than the face value of the sukuk.

## PURCHASES, SWITCHES AND REDEMPTIONS

You may purchase or switch units of one series of the Fund into units of another series of the Fund, or redeem units of the Fund only through registered dealers in each jurisdiction where the units are qualified for sale.

You purchase, switch and redeem units of the Fund at the current net asset value (“NAV”) per unit as determined for each series of the Fund at 4:00 p.m. (Eastern Time) on each business day. A “business day” is any day that the Toronto Stock Exchange (the “TSX”) is open for trading or such other time as the Manager determines appropriate. On each business day, a separate NAV for each series of units of the Fund is calculated based on the market value of that series' proportionate share of the assets of the Fund, less any liabilities of the Fund allocated to that series of units, divided by the total number of units of that series outstanding. The NAV will fluctuate with the value of the Fund's investments.

All requests received by the Manager prior to 4:00 p.m. (Eastern Time) on a business day for a purchase, switch or redemption of units of a series of the Fund will be executed that same business day using that business day's NAV for the applicable series. Requests received by the Manager after 4:00 p.m.



(Eastern Time) on a business day will be executed on the following business day using that following business day's NAV per unit for the applicable series.

The issue and redemption price of those units is based on the Fund's NAV of a unit of that series as determined after the receipt by the Fund of the purchase order or redemption order.

### **Series of Units**

When you invest in the Fund, you will receive a particular series of units of the Fund. The Fund is permitted to have an unlimited number of series of units and may issue an unlimited number of units of each series. The Manager may establish additional series of units and may determine the rights as between those series without your consent or notice to you. Each unit of a series will entitle an investor to:

- receive a pro-rata share of all net income and net capital gain (or loss) distributions attributable to that series made by the Fund (except for management fee distributions);
- share pro-rata in the net assets of that series upon the wind-up or termination of the Fund;
- vote at all meetings of the Fund (where the nature of the business to be transacted at an investor meeting concerns an issue that is relevant only to holders of a particular series, only holders of that series will be entitled to vote); and
- redeem or switch units to another series of the Fund.

The Fund offers three series of units – series A, series F and series I. Only series A and series F units are available for sale under this Simplified Prospectus. Series I units are not offered for sale under this Simplified Prospectus. The Fund offers series I units in reliance upon registration and prospectus exemptions under applicable securities legislation.

With respect to the different series of units described below, the Manager reserves the right to set and change the minimum initial purchase amount and the subsequent purchase amount requirements for the Fund without notice to you. The Manager reserves the right to redeem your units if the value of your units falls below these set minimum investment amounts.

The principal differences among series A and F units relate to the management fee payable to the Manager, the compensation paid to dealers and the expenses payable by each series. These are described under "*Fees and Expenses*" and under "*Dealer Compensation*".

Units are issued as fully paid and non-assessable and are redeemable at their NAV. Units are available for purchase in Canadian dollars only.

**Series A units:** for any investor who initially invests a minimum of \$500 in series A units, whether purchased directly or through a registered plan. Investors who purchase series A units will be subject to an Initial Sales Charge (defined below). The minimum investment for all subsequent investments is \$25. Given the high cost of maintaining accounts, the Fund has the right to redeem your series A units if the market value of your investment is less than \$250. You will be notified when the market value of your series A units in the Fund falls below \$250 and given 30 days to make an additional investment to increase your market value to \$250 or more before the redemption is processed.

**Series F units:** for any investors investing and maintaining a minimum of \$1,000 in the Fund, who are enrolled in a dealer sponsored "fee-for-service" or "wrap" program and who are subject to an asset-based fee (rather than paying commissions on transactions) payable to their dealer for the dealer's on-going financial planning and advice. The minimum investment for all subsequent investments is \$25. The Manager is able to reduce the management fee charged to the Fund on series F units because

the Manager does not pay commissions or trailing commissions to dealers who sell series F units of the Fund.

### **Unitholder Approval**

In accordance with National Instrument 81-102 *Investment Funds* (“**NI 81-102**”), Unitholders of the Fund will be permitted to vote on the following fundamental changes:

- in respect of series A, a change to the basis of the calculation of a fee or expense that is charged to the Fund or series, or directly to its Unitholders by the Fund or the Manager in connection with the holding of units of the Fund in a way that could result in an increase in charges to the Fund or series or to its Unitholders, and the entity charging the fee or expense is a non-arm’s length party to the Fund;
- in respect of series A, a fee or expense to be charged to the Fund or series, or directly to its Unitholders by the Fund or the Manager in connection with the holding of units of the Fund that could result in an increase in charges to that Fund or series or to its Unitholders, is introduced, and the entity charging the fee or expense is a non-arm’s length party to the Fund;
- a change in the Manager of the Fund (unless the new manager is an affiliate of the Manager);
- a change in the fundamental investment objectives of the Fund;
- if the Fund decreases the frequency of the calculation of its NAV per unit; and
- certain material re-organizations of the Fund.

In accordance with NI 81-102, the following changes can be made to the Fund without the approval of Unitholders, but Unitholders will be sent written notice at least 60 days prior to the effective date of the change:

- in respect of series A, a change to the basis of the calculation of a fee or expense or the introduction of a new fee or expenses, in each case that could result in an increase in charges to the Fund, if the fee or expense is charged by an entity that is at arm’s length to the Fund;
- in respect of series F, a change to the basis of the calculation of a fee or expense or the introduction of a new fee or expenses;
- the auditor of the Fund is changed; and
- certain material re-organizations of the Fund that are made which do not require Unitholder approval.

In certain circumstances, in place of Unitholders approving certain reorganizations and asset transfers to another mutual fund (fund mergers), the Independent Review Committee (the “**IRC**”) has been permitted under securities legislation to approve a fund merger. In these circumstances, the Fund’s Unitholders will receive written notice of any proposed fund merger at least 60 days prior to the effective date of the merger.

### **Purchases**

Units of the Fund are offered for sale on a continuous basis and can be purchased by submitting a purchase order to your dealer. All purchase orders must be transmitted by your dealer to the Manager on the same day that they are received. Such orders are to be transmitted by courier, priority post or telecommunications facility without charge to you. It is the responsibility of your dealer to transmit orders to us in a timely manner and to assume all associated costs.

The Fund does not intend to issue certificates for units. Ownership will be evidenced by entry in the register maintained by the Fund’s registrar. For information on the Fund’s registrar see the chart

under “*Organization and Management of the Fund*”.

The Manager has discretion to reject any purchase order. The decision to accept or reject any purchase order will be made within one business day of receipt of the order. If the purchase order is rejected, all purchase monies received with the order will be refunded immediately.

Payment of the total amount of the purchase order and all necessary documents must be received by the Manager within two business days of receipt of your purchase order. In the event that payment or documents have not been received within this period, the Manager will submit an order to redeem the number of units purchased on the next business day and will pay the redemption proceeds to the Fund. The proceeds of the redemption will be used to reduce any amount owing to the Fund. Any excess will belong to the Fund. Any shortfall will initially be paid to the Fund by the Manager, but we may collect such amount, together with the charges or expenses incurred, from the dealer who placed the order. Your dealer has the right to collect these amounts from you.

If your cheque for the purchase of units is not honoured, we may reverse the purchase order and hold you responsible for any costs involved.

If you purchase units during a period when redemptions of units are suspended, you may either withdraw your purchase order prior to the end of the suspension period or receive the units based on the NAV per unit first calculated following the end of the suspension period.

### **Purchasing Series A Units**

When you purchase series A units you negotiate an Initial Sales Charge with your dealer at the time of purchase (see “*Sales Charges*” in the “*Fees and Expenses Payable Directly by You*” table for more information). There may be additional fees to pay if you switch or redeem your series A units within 90 days of purchase or switch (see “*Short-Term Trading Fee*” below for more information).

For information regarding the Initial Sales Charge and other fees that you pay, please see “*Dealer Compensation*”.

### **Purchasing Series F Units**

Series F units are only available through dealers that offer certain “wrap” or “fee for service” programs that have been approved by the Manager. An investor in one of these programs pays a fee to his or her dealer based on the assets in that investor’s account and/or for on-going financial planning and advice. The investor must maintain, in aggregate, a minimum of \$1,000 in the Fund. Your dealer must enter into an agreement with the Manager before selling series F units. Dealer participation in the series F unit program is subject to terms and conditions determined by us from time to time.

There are no sales charges, redemption fees or trailing commissions payable on the purchase or sale of series F units. A short-term trading fee may apply if you switch or redeem your series F units within 90 days of purchase or switch (see “*Short-Term Trading Fee*” below for more information).

If you cease to be eligible to hold series F units, we may switch your series F units into series A units of the Fund after giving you 30 days’ prior notice, unless your dealer notifies us during the notice period, and we agree, that you are once again eligible to hold series F units (see “*Purchasing Series A Units*” above).

## **Switching Between Series of the Fund**

You may switch series A units of the Fund into series F units of the Fund through your dealer if you meet, as the case may be, the series F eligibility criteria set out above. Before changing any series A units of the Fund into series F units, a fee may be payable if the series A units were purchased under the Deferred Sales Charge option, which is no longer offered. Under the Deferred Sales Charge option, no fee was payable to the dealer at the time of purchase of series A units, however, a fee (expressed as a percentage of the purchase price of the series A units redeemed or switched) might have been payable at the time of sale if series A units were redeemed or switched during the first seven years from the date of purchase.

On a switch from series F units to series A units, Unitholders will be subject to an Initial Sales Charge and pay the fees and charges associated with the Initial Sales Charge. The default Initial Sales Charge percentage is 0%. The Manager may switch your series F units of the Fund into series A units of the Fund upon 30 days' prior notice if you cease to be eligible to hold series F units in your account. The Manager will not make the change if your dealer notifies us during the notice period, and we agree, that you are once again eligible to hold series F units.

Your dealer may charge you a switch fee of up to 2% of the value of the switched units if you switch between series of the Fund. In addition to a switch fee, you may be charged a short-term trading fee if you switch units within 90 days of purchase. See "*Purchases, Switches and Redemptions*" and "*Short-Term Trading Fees*" for additional information.

Switching units of one series for units of another series of the same Fund is not a disposition for tax purposes (see "*Income Tax Considerations for Investors*" for more information).

## **Redemptions**

Unless we have suspended the right to redeem units, you may redeem your units for cash at any time at the NAV per unit for your series of units. A short-term trading fee may apply. You may redeem all or a portion of your units of the Fund on any business day by delivering a written redemption order to your dealer. Your request must be signed by you and, for the protection of investors, the Manager may require that your signature be guaranteed by a guarantor acceptable to the Manager.

The Manager must receive all necessary documentation within 10 business days of receipt of the redemption order. The investor will be sent the redemption proceeds within 2 business days of the date the units were priced subject to the Manager receiving all necessary documentation. Additional documentation may be required if the investor is a corporation, partnership, agent, a trustee acting for someone else or a surviving joint owner.

If the necessary documentation is not received within 10 business days of receipt of the redemption order, the redemption order will be reversed by processing a purchase order on the 10<sup>th</sup> business day for the number of units that were redeemed. The redemption proceeds will be used to pay for the units purchased. Any excess proceeds belong to the Fund. Any shortfall will be paid to the Fund by the Manager. However, the Manager will be entitled to collect the shortfall, plus any costs involved, from the dealer who placed the redemption request. That dealer, in turn, may seek to collect this amount plus the expenses of doing so from the investor on whose behalf the redemption request was made.

The charge payable by you at the time of sale will be determined by applying the fee schedule of the Fund which was originally purchased by you, regardless of whether you have since transferred all or any portion of that investment to another Fund. This redemption charge will be deducted from the

redemption proceeds and will be paid to the Manager or to an appropriate partnership, trust or other entity, which paid the selling commission on the particular series A units being redeemed.

In order to deter certain trading activities that can be detrimental to the Fund and its investors, such as frequent purchases and redemptions of the Fund by the same investor, the Manager may trigger the imposition of a short-term trading fee under certain specified circumstances (see “*Short-Term Trading Fees*” below for more information). Short-term trading fees are in addition to any applicable sales charges or switch fees that may apply.

### **Suspending the Right to Redeem Units**

Under extraordinary circumstances, the rights of investors to redeem units may be suspended by the Fund. We may suspend the right to redeem units of the Fund or postpone the date of payment upon redemption:

- during any period when normal trading is suspended on any exchange on which securities are listed that, in the aggregate, represent more than 50% by value or underlying market exposure of the total assets of the Fund without allowance for liabilities and if those securities are not traded on any other exchange that represents a reasonably practical alternative; or
- with the prior permission of the Ontario Securities Commission (the “**OSC**”).

During any period of suspension, no calculations of NAV will be made and the Fund will not be permitted to issue further securities or redeem any securities previously issued. The calculation of the NAV will resume when trading resumes on the exchange or with the permission of any securities commission or regulatory body having jurisdiction. If the right to redeem units of the Fund is suspended and you make a redemption request during that period, your units will be redeemed by the Fund in accordance with the redemption request at the NAV first calculated following the end of the suspension period.

### **Short-Term Trading**

If you redeem or switch units of the Fund within 90 days of purchase, you will be charged a short-term trading fee of 2% of the value of the units redeemed or switched. We may waive this fee at our discretion. This fee does not apply to units purchased under the Manager’s optional services (such as the Pre- Authorized Chequing Plan and the Systematic Withdrawal Plan). Short-term trading fees are paid to the Fund and are in addition to any other redemption or switch fees that may be payable by you.

This fee is designed to protect Unitholders from other investors quickly moving in and out of the Fund. Frequent trading can hurt the Fund’s performance by forcing the Portfolio Advisor (as defined herein) to keep more cash in the Fund than would otherwise be needed or to sell investments at an inappropriate time. It may also increase the Fund’s transaction costs.

Short-term trading fees are in addition to any applicable sales charges and switch fees that may apply. In addition to any applicable short-term trading fee, the Manager may, in its sole discretion, decline future purchase or switch orders if we determine that a particular investor’s trading activities are detrimental to the Fund or otherwise disruptive to efficient portfolio management. Such transactions could be rejected by the Manager because of the timing of the transactions, amount of the order or because of a history of excessive trading.

## OPTIONAL SERVICES

### Pre-Authorized Chequing Plan

The Pre-Authorized Chequing Plan allows you to make periodic investments in series A units and series F units of the Fund. The Pre-Authorized Chequing Plan allows you to:

- make regular investments of as little as \$25 each;
- have the payments drawn directly from your bank account;
- change the amount you invest at any time; and
- change the frequency of your investments, or cancel the arrangements, at any time.

In the event a cheque is dishonoured under the Pre-Authorized Chequing Plan for any reason, including insufficient funds, there may be a \$25 charge. This program is offered free of charge, other than applicable sales charges. The Manager may cancel or change this service at any time.

### Systematic Withdrawal Plan

Investors may redeem series A units and series F units of the Fund through the Systematic Withdrawal Plan which permits the receipt of fixed dollar payments through systematic periodic redemption of series A and series F units of the Fund. To open a Systematic Withdrawal Plan, you must have a minimum of \$5,000 in the aggregate of series A units and series F units in your account. Units may be redeemed automatically on a weekly, bi-weekly, semi-monthly, monthly, bi-monthly, quarterly, semi-annual or annual basis to make payments to you of at least \$25. Enough units will be automatically redeemed to make the payments to you. The minimum individual redemption is \$25 for both series A units and series F units of the Fund.

The program is offered free of charge, other than any applicable redemption charges. You may cancel the plan at any time by giving us written notice.

If your withdrawals pursuant to the Systematic Withdrawal Plan exceed the income distributions and net capital appreciation of your units, your withdrawals will diminish and, eventually, may exhaust your original capital investment. The Manager may cancel or change this service at any time.

### Registered Plans

Investors may wish to open one of the following registered plan products through the Manager:

- Registered Retirement Savings Plan (“**RRSP**”);
- Registered Retirement Income Fund (“**RRIF**”);
- Registered Educational Savings Plan (“**RESP**”); or
- Tax Free Savings Account (“**TFSA**”).

The terms and conditions of these registered plans are contained within the application form and in the declaration of trust that appears on the reverse side of the application form. The Manager encourages you to consult your tax adviser about the tax implications of registered plans.

## FEES AND EXPENSES

If the basis of the calculation of a fee or expense that is charged to series A units is changed in a way that could result in an increase in charges to the series or its Unitholders, or if such a fee or expense is introduced, and when this fee or expense is charged by any entity that is at arm's length to the Fund, the approval of series A Unitholders will not be obtained. Instead, series A Unitholders will be sent a written notice of the change at least 60 days prior to the effective date.

For series F units, we may change the basis of the calculation of a fee or expense, or introduce a new fee or expense, in each case in a way that could result in an increase in charges to the series or to series F Unitholders upon providing at least 60 days' written notice before the effective date of any such change.

The following table lists the fees and expenses that you may have to pay if you invest in the Fund. You may have to pay some of these fees and expenses directly. The Fund may have to pay some of these fees and expenses, which will therefore reduce the value of your investment in the Fund.

### Fees and Expenses Payable by the Fund

| <b>Management Fees</b> | <p>The management fee is based on the daily NAV of a series of the Fund during each month, calculated and accrued daily and payable monthly. Series F units have a lower management fee due to cost savings resulting from the Manager not paying any distribution or servicing fees to dealers in respect of purchases of series F units. Instead, series F Unitholders pay a fee directly to dealers under "wrap account" programs. Management fees are subject to all applicable taxes, including harmonized sales tax ("<b>HST</b>").</p> <p>The Fund pays the Manager an annual management fee (accrued daily and paid monthly) for day-to-day management and administration services. These management fees are unique to each series of units and are expressed as an annual percentage of the Fund's average daily NAV attributable to the applicable series of units:</p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th></th> <th style="text-align: center;">Series A</th> <th style="text-align: center;">Series F</th> </tr> </thead> <tbody> <tr> <td style="text-align: left;">Global Iman Fund</td> <td style="text-align: center;">2.50%</td> <td style="text-align: center;">1.50%</td> </tr> </tbody> </table> <p style="text-align: center;"><b><i>Management Fee Distributions</i></b></p> <p>The Manager reserves the right to offer a reduced management fee to selected investors, such as institutional investors. This is achieved by reducing the management fee charged by the Manager to the Fund based on the NAV of the units held by such investor and distributing the amount of the reduction and reinvesting such amounts in additional units of the same series of the Fund to the investor. Management fee distributions are paid first out of net income and net realized capital gains and, thereafter, out of capital.</p> <p style="text-align: center;"><b><i>Fund-of-Fund Investments</i></b></p> <p>Where the Fund invests in an underlying fund, the fees and expenses</p> |          | Series A | Series F | Global Iman Fund | 2.50% | 1.50% |
|------------------------|---|----------|----------|----------|------------------|-------|-------|
|                        | Series A  | Series F |          |          |                  |       |       |
| Global Iman Fund       | 2.50%   | 1.50%    |          |          |                  |       |       |

|  |  |
|--|--|
|  | <p>payable in connection with the management of the underlying fund are in addition to those payable by the Fund. However, the Manager will ensure that if the Fund invests in an underlying fund, the Fund will not pay duplicative management fees on the portion of its assets that it invests in that underlying fund. In the case of the Fund, a fee equivalent to the investment portfolio management fees arising at the underlying fund level will be charged at the underlying fund level. In addition, if the Fund invests in an underlying fund, it will not pay duplicative sales fees or redemption fees with respect to the purchase or redemption by it of securities of that underlying fund.</p>  |
| <p><b>Operating Expenses</b></p>           | <p>The Fund pays its own operating expenses and all applicable taxes, including HST. These expenses include the management fee set forth above, brokerage commissions and fees on portfolio transactions, interest expenses, taxes (if any), custodian fees, costs and expenses related to the Fund’s audit and legal fees, insurance, Fundserv listing fees, trustee fees, directors’ or advisory committee’s fees (if any), registrar’s fees, distribution costs, the cost of reporting to Unitholders (including proxy solicitation material), the cost of qualifying and maintaining the qualification for sale of the units of the Fund and all other expenses incurred in the ordinary course of operation of the Fund.</p> <p>The Fund pays costs and expenses related to the Fund’s Independent Review Committee (the “<b>IRC</b>”). These costs and expenses may include:</p> <ul style="list-style-type: none"> <li>· compensation and expenses payable to the members of the IRC and to any independent counsel and other advisers employed by the IRC;</li> <li>· costs of the orientation and continuing education of the members of the IRC; and</li> <li>· costs and expenses associated with a special meeting of Unitholders called by the Manager to remove a member or members of the IRC.</li> </ul> <p>Each IRC member receives a retainer of \$1,000 per annum, \$2,000 per meeting and the chairperson receives \$2,500 per meeting. The Fund pays a proportionate amount of these fees which for the year ended December 31, 2020, amounted to \$3,900.</p> <p>The IRC must hold at least one meeting annually at which the Manager, any representative of the Manager or any entity related to the Manager are not in attendance.</p> <p>The operating expenses paid by the Fund are allocated among all its series of units and will vary from year-to-year.</p> |
| <p><b>Expenses paid by the Manager</b></p> | <p>The Manager may from time to time elect to bear expenses of the Fund at its discretion.</p>   |



## Fees and Expenses Payable Directly by You

|                                |   |
|--------------------------------|---|
| <b>Sales Charges</b>           | <p><b>Initial Sales Charge</b><br/>For series A units of the Funds you pay a negotiable fee of between 0% and 5% of the purchase amount to your dealer at the time of purchase.</p> <p>There is no sales charge on the purchase of series F units. Instead, you pay a fee directly to your dealer under its “fee-for-service” or “wrap account” program. No fee is payable when you sell series F units unless you switch or redeem them within 90 days of purchase or switch (see “<i>Short-Term Trading Fee</i>” below).</p>  |
| <b>Switch Fees</b>             | <p>Up to 2% (as negotiated between you and your dealer) of the value of the units being switched to another series of the Fund. Subject to a short-term trading fee, where applicable.</p>  |
| <b>Short-Term Trading Fee</b>  | <p>If you redeem or switch units of the Fund within 90 days of purchase, you may be charged a short-term trading fee by the Fund equal to 2% of the NAV per unit of the units being redeemed or switched on the date of redemption or switch. Short-term trading fees do not apply to:</p> <ul style="list-style-type: none"> <li>• units redeemed pursuant to the Systematic Withdrawal Plan, including withdrawals required by law to be made from registered tax plans;</li> <li>• units acquired through reinvested distributions;</li> <li>• the settlement of an estate in connection with the death of a Unitholder;</li> <li>• switches or redemptions initiated by the Manager;</li> <li>• redemptions made from a registered tax plan where the beneficiary dies or becomes incapacitated; or</li> <li>• other circumstances as determined in the Manager’s sole discretion.</li> </ul> <p>All short-term trading fees are deducted from the amount you redeem or switch and are paid to the Fund. Short-term trading fees are in addition to any Initial Sales Charge or switch fees that may apply.</p> |
| <b>Registered Plan Fees</b>    | <p>There are no Registered Plan Fees.</p>   |
| <b>Other Fees and Expenses</b> | <p><b>NSF Chequing Fee</b><br/>There may be a \$25 fee levied for each payment that is not honoured by your financial institution. This fee may be paid either directly to the Manager or deducted from your plan.</p> <p><b>Courier/Wire Charges</b><br/>If an investor elects to receive redemption proceeds in such a manner, they will bear any courier, delivery or wire order expenses, which will be deducted from the proceeds.</p>   |

## IMPACT OF SALES CHARGES

The following table shows the amount of fees that you would have to pay under the Initial Sales Charge option if you (i) made an investment of \$1,000 in the Fund; (ii) held that investment for one, three, five or ten years; and (iii) redeemed immediately before the end of that period.

| Initial Sales Charge | At Time of Purchase | 1 Year | 3 Years | 5 Years | 10 Years |
|----------------------|---------------------|--------|---------|---------|----------|
| Series A Units       | Up to \$50          | -      | -       | -       | -        |

There are no sales charges for series F units. However, series F Unitholders pay a separate fee to their dealer.

## DEALER COMPENSATION

### Series A Units

When you purchase series A units, your dealer receives two primary types of compensation: (1) sales commissions; and (2) trailing commissions. Initially, your dealer may be paid a sales commission. Please see “*Sales Charges*” above for the amount of this commission and who pays this commission. Thereafter, a trailing commission is accrued daily and paid monthly or quarterly by the Manager and is based upon the percentage of the NAV of all series A units of the Fund held in your account with your dealer. Please see “*Trailing Commissions*” below for the amount of trailing commission payable.

### *Sales Commissions*

Dealers receive sales commissions where purchases of series A units of the Fund are made by investors through such dealers. Investors pay to their dealers a negotiable sales commission of up to 5.0% (\$50 for each \$1,000 investment) of the aggregate NAV of series A units of the Fund purchased under the Initial Sales Charge option.

### *Trailing Commissions*

Subject to compliance with applicable securities legislation, the Manager pays your dealer (including your discount broker<sup>1</sup>) a portion of its management fee to assist your dealer in providing you with continuing advice and/or service. For purchases of series A units, the Manager will pay trailing commissions to dealers at the annual rates indicated below based upon the aggregate value of series A units of the Fund held in that dealer’s client account:

| Sales Charge         | Annual Rate  | Period Series A Units Held in Dealer Account |
|----------------------|--|--|
| Initial Sales Charge | 1.00% each year<br><br>(\$10.00 for each \$1,000 investment) | Each year                                    |

<sup>1</sup> If permitted by law.

The trailing commission is paid by the Manager to your dealer either monthly or quarterly during each calendar year and will be calculated based on a daily average asset calculation based on the value of the units the investor holds. This fee is determined by the Manager and may be changed at any time. It is expected that dealers will pay a portion of the trailing commission to sales representatives as compensation for providing ongoing investment advice and service to the clients.

**Series F Units**  
***Sales Commission***

There are no sales commissions paid with respect to series F units issued or on automatic reinvestment of distributions by the Fund.

***Trailing Commissions***

There are no trailing commissions paid with respect to series F units.

**Other Kinds of Dealer Compensation**

We may assist dealers with certain of their direct costs associated with marketing the Fund and providing educational investor conferences and seminars about the Fund. We may also pay dealers a portion of the costs of educational conferences, seminars or courses that provide information about financial planning, investing in securities, mutual fund industry matters or mutual funds generally. We may provide dealers with marketing materials about the Fund and other investment literature. We may provide dealers with non-monetary benefits of a promotional nature and of minimal value and we may engage in business promotion activities that result in dealers receiving non-monetary benefits. We review the assistance we will provide under these programs on a case-by-case basis. Subject to compliance with securities regulatory authorities and mutual fund sales practice rules, we may change the terms and conditions of these programs, or may stop them, at any time.

The Manager is a part of the Global group of companies. Other members who are part of the Global group of companies and share a common ownership include: Global Maxfin Investments Inc. (a mutual fund dealer).

**DEALER COMPENSATION FROM MANAGEMENT FEES**

Approximately 47% of the total management fees received by the Manager from the Fund were paid to dealers who distributed units of the Fund for the financial year ended December 31, 2020.

**INCOME TAX CONSIDERATIONS FOR INVESTORS**

This is a general summary for investors of the Canadian federal income tax considerations under the Tax Act. It assumes that you are a Canadian resident individual (other than a trust), who deals at arm's length with the Fund and holds units of the Fund directly as capital property or in a registered plan. More detailed tax information is contained in the Annual Information Form of the Fund. This summary is only a general discussion and does not cover all income tax considerations. Investors should consult their own tax advisors with respect to their individual circumstances.

**When you earn income**

If you hold units of the Fund, you earn income on your investment when:

- the Fund pays a distribution out of income or capital gains; and
- you redeem your units of the Fund and realize a capital gain.

The tax you pay on your investment depends on whether the units are held in a registered plan or in a non-registered account.

### **For Units Held in a Registered Plan**

Provided the Fund qualifies as a mutual fund trust for purposes of the Tax Act, its units will be a qualified investment under the Tax Act for trusts governed by RRSPs, RRIFs, deferred profit sharing plans, RESPs, RDSPs and TFSAs (collectively “**Registered Plans**”). If units of the Fund are held in a Registered Plan, distributions from the Fund and capital gains from a disposition of the units are generally not subject to tax under the Tax Act until withdrawals are made from the Registered Plan. You should consult with your own tax advisor as to whether units would be a prohibited investment under the Tax Act if held in your Registered Plan, in your particular circumstances.

### **For Units Not Held in a Registered Plan**

If you hold units of the Fund outside of a Registered Plan, you will be required to include in computing your income for tax purposes the amount (computed in Canadian dollars) of the net income and the taxable portion of the net capital gains paid or payable to you by the Fund in the year (including by way of management fee distributions), whether you receive these distributions in cash or they are reinvested in additional units. Provided the appropriate designations are made by the Fund, distributions of net taxable capital gains, foreign source income and taxable dividends received on shares of taxable Canadian corporations, if any, of the Fund that are paid or payable to the Unitholders (including such amounts reinvested in additional units) will effectively retain their character and be treated as taxable capital gains, foreign source income and taxable dividends of the Unitholders. Foreign source income received by the Fund will generally be net of any taxes withheld in the foreign jurisdiction. You may be eligible for foreign tax credits in respect of foreign taxes paid by the Fund. To the extent that the distributions to you by the Fund in any year exceed your share of the net income and net capital gains of the Fund allocated to you for that year, those distributions (except to the extent that they are proceeds of disposition) will be a return of capital and will not be taxable to you but will reduce the adjusted cost base of your units of the Fund. If the adjusted cost base of your units is reduced to less than zero, you will be deemed to realize a capital gain equal to the negative amount as the adjusted cost base of your units will be reset at nil. We will provide information slips containing detailed information about the distributions paid to you.

Any losses of the Fund for purposes of the Tax Act cannot be allocated to, and cannot be treated as a loss of, a Unitholder.

You will be taxed on distributions of income and capital gains from the Fund, even if the income and capital gains accrued to the Fund or were realized by the Fund before you acquired the units and were reflected in the purchase price of the units. In many cases, the most significant distributions of income and capital gains of the Fund occur in December. However, distributions can be made at any time in the calendar year at the discretion of the Manager with such distributions calculated and accruing daily.

The Fund’s portfolio turnover rate indicates how actively the Fund’s portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund’s portfolio turnover rate in the year, the greater the Fund’s trading costs, and the greater the chance that you will

receive a distribution from the Fund that must be included in your income for tax purposes for that year.

We will issue a tax statement to you each year containing information about the distributions paid to you. **You should keep detailed records of the purchase costs, sales charges and distributions related to your units as this is the only way to accurately calculate the adjusted cost base of those units.** Refer to *How do you calculate adjusted cost base?* for more details. Determination of adjusted cost base can involve complex issues and we recommend that you obtain legal and/or tax advice to assist you with those calculations.

### **Redeeming Units**

If you dispose of a unit, a capital gain (or a capital loss) will be realized to the extent that the proceeds of disposition, less any reasonable costs of disposition, are greater (or less) than the adjusted cost base of the unit. One-half of a capital gain (or a capital loss) is generally included in determining your taxable capital gain (or allowable capital loss). Your adjusted cost base and proceeds must be calculated in Canadian dollars. Under the alternative minimum tax provisions of the Tax Act, capital gains realized by an individual may give rise to a liability for minimum tax.

A switch of units of a series of the Fund into units of a different series of the same Fund will not, in itself, result in a disposition of the units being switched.

We will provide you with details of the proceeds from the redemption. However, in order to calculate your gain (or loss), you need to know the adjusted cost base of your units before disposition.

### **How do you calculate adjusted cost base?**

In general, the aggregate adjusted cost base of your units of a particular series of the Fund equals:

- your initial investment in the series (including any sales charges paid);
- **plus** the cost of any additional investments in the series (including any sales charges paid);
- **plus** the adjusted cost base of any units of other series of the Fund that were switched into units of the particular series of the Fund;
- **plus** reinvested distributions;
- **minus** the capital returned in any distributions;
- **minus** the adjusted cost base of any units previously redeemed;
- **minus** the adjusted cost base of any units of the particular series of the Fund that were switched into units of other series of the Fund.

The adjusted cost base of a unit is simply the adjusted cost base of your total investment in units of a series of the Fund divided by the total number of such units of the Fund held by you.

**You are responsible for keeping a record of the ACB of your investment for the purpose of calculating any capital gain or capital loss you may realize when you redeem, or otherwise dispose of, your units. You should keep track of the original cost of your units of the Fund, including new units you receive when distributions are reinvested.**

## **ENHANCED TAX INFORMATION REPORTING**

The Fund has due diligence and reporting obligations under the Foreign Account Tax Compliance Act (as

implemented in Canada by the Canada-United States Enhanced Tax Information Exchange Agreement and Part XVIII of the Tax Act, collectively referred to as “**FATCA**”) and the OECD’s Common Reporting Standard (as implemented in Canada by Part XIX of the Tax Act, “**CRS**”). Generally, Unitholders (or in the case of certain Unitholders that are entities, the “controlling persons” thereof) will be required by law to provide their advisor or dealer with information related to their citizenship or tax residence and, if applicable, their foreign tax identification number. If a Unitholder (or, if applicable, any of its controlling persons), (i) is identified as a U.S. Person (including a U.S. resident or a U.S. citizen); (ii) is identified as a tax resident of country other than Canada or the U.S.; or (iii) does not provide the required information and indicia of U.S. or non-Canadian status is present, information about the Unitholder (or, if applicable, its controlling persons) and their investment in the Fund will generally be reported to the Canada Revenue Agency (the “**CRA**”) unless the units are held within a Registered Plan. The CRA will provide that information to, in the case of FATCA, the U.S. Internal Revenue Service and in the case of CRS, the relevant tax authority of any country that is a signatory of the Multilateral Competent Authority Agreement on Automatic Exchange of Financial Account Information or that has otherwise agreed to a bilateral information exchange with Canada under CRS.

### **WHAT ARE YOUR LEGAL RIGHTS?**

Securities legislation in some provinces gives you the right to withdraw from an agreement to buy mutual funds within two business days of receiving the Simplified Prospectus or Fund Facts, or to cancel your purchase within 48 hours of receiving confirmation of your order.

Securities legislation in some provinces also allows you to cancel an agreement to buy mutual fund units and get your money back, or to make a claim for damages, if the Simplified Prospectus, Annual Information Form, Fund Facts or financial statements misrepresent any facts about the mutual fund. These rights must usually be exercised within certain time limits. For more information, refer to the securities legislation of your province or consult your lawyer.

### **ADDITIONAL INFORMATION**

#### **LEGAL AND ADMINISTRATIVE PROCEEDINGS**

On April 14, 2014, certain entities related to the Manager (collectively, the “**Global Entities**”) and Sam Bouji, then Chief Executive Officer (“**CEO**”), entered into a settlement agreement (the “**2014 Settlement Agreement**”) with the OSC. With respect to the Manager, the 2014 Settlement Agreement permanently suspended Mr. Bouji as the ultimate designated person (“**UDP**”) of the Global Entities. The Manager was required to create and maintain an independent board of directors to be approved by the OSC and to appoint a new independent CEO. The independent board of directors was created effective October 2014. An independent UDP was appointed effective January 16, 2015. In accordance with the 2014 Settlement Agreement, effective June 2014, Mr. Bouji resigned as director of the Manager and effective January 16, 2015, as officer. Mr. Bouji is prohibited from becoming or acting as a director or officer of any reporting issuer, registrant or investment fund manager for nine years and is permanently prohibited from becoming or acting as an UDP or CCO of any registrant or investment fund manager. Mr. Bouji was required to disgorge to the OSC the amount obtained as a result of the non-compliance with Ontario securities law. Mr. Bouji and the Manager were required to pay, on a joint and several basis, an administrative penalty and the costs of the OSC’s investigation.

On July 19, 2018, the OSC completed a compliance review of the Manager and noted a number of significant deficiencies relating to the oversight and administration of various elements of the system of controls and supervision required in order to administer an effective compliance framework, as well as other operational matters of concern. Given these deficiencies, the matter was referred to the

Enforcement Branch of the OSC.

As a result of the Enforcement Branch's review, on March 10, 2020, the Ontario Securities Commission (the "**Commission**") approved a settlement ("**2020 Settlement Agreement**") with Issam El-Bouji (Bouji), Global RESP Corporation ("**Global RESP**") and the Manager. As a result of the 2020 Settlement Agreement:

- 1) the Manager is required to ensure that beneficiaries of subscribers who subscribed to units in the Global Educational Trust Plan pursuant to prospectuses dated November 25, 2002, August 26, 2003 and August 23, 2004 who have not received a full reimbursement of enrolment fees owing to them and have no Educational Assistance Payment balance remaining as of March 10, 2020 (the "**Underpaid Beneficiaries**") receive full reimbursement of enrollment fees and in so doing is required to fund a designated trust account for the exclusive purpose of compensating the Underpaid Beneficiaries (the "**Special Purpose Account**") in the total amount of at least \$900,000, by initially depositing \$300,000 and then depositing at least \$100,000 per month and using those funds to repay enrollment fees to Underpaid Beneficiaries;
- 2) until the Special Purpose Account is fully funded to the satisfaction of the Commission, certain capital controls are in place preventing the Manager from paying any funds to the shareholder or any entities related or associated with the shareholder;
- 3) the Manager is required to ensure that enrollment fees are paid to beneficiaries as and when required and to regularly report to the Commission;
- 4) after the Special Purpose Account is fully funded to the satisfaction of the Commission, the ownership of the Manager is to be placed in a blind trust administered by a federally regulated trust company;
- 5) the Manager shall remediate the remaining compliance deficiencies and retain a consultant to assist with doing so;
- 6) the Manager is prohibited from acting as an investment fund manager for funds other than the Global Iman Fund, the Legacy Education Savings Plan and the Advanced Education Savings Plan;
- 7) the Manager may not distribute units in the Legacy Education Savings Plan and the Advanced Education Savings Plan;
- 8) the Manager shall maintain an independent board of directors consisting of 3 independent members; and
- 9) the Manager shall not permit Mr. Bouji or any member of the Bouji family to provide services in any way to the Manager.

The Manager has ensured that the Special Purpose Account continues to be properly funded, is working with a third-party consultant to remediate outstanding deficiencies and has taken the necessary steps to act in accordance with the 2020 Settlement Agreement.

**PLEASE REFER TO THE "RESPONSIBILITY FOR MUTUAL FUND OPERATIONS" SECTION OF THE ANNUAL INFORMATION FORM FOR A LISTING OF OFFICERS AND BOARD OF DIRECTORS.**

## SPECIFIC INFORMATION ABOUT THE GLOBAL IMAN FUND

### ORGANIZATION AND MANAGEMENT OF THE FUND

|   |  |
|---|--|
| <p><b>Manager:</b><br/>Global Growth Assets Inc.<br/>100 Mural Street, Suite 201<br/>Richmond Hill, Ontario<br/>L4B 1J3<br/>Tel: 416-642-3532<br/>Fax: 4 16-741-8987<br/>E-mail: <a href="mailto:info@globalgrowth.ca">info@globalgrowth.ca</a></p> | <p>The Manager is responsible for the day-to-day management of the Fund including managing the overall business and operations of the Fund, retaining portfolio managers and determining policies relating to the distribution of units.</p>   |
| <p><b>Trustee:</b><br/>Global Growth Assets Inc.<br/>Toronto, Ontario</p>   | <p>The Trustee holds actual title to the property (cash and securities) of the Fund on behalf of Unitholders.</p>  |
| <p><b>Portfolio Advisor:</b><br/>UBS Investment Management Canada Inc.<br/>Toronto, Ontario</p>   | <p>The portfolio advisor (the “<b>Portfolio Advisor</b>”) provides the Manager with certain investment management services regarding the investment portfolio of the Fund.</p> <p>The Portfolio Advisor is independent of the Manager.</p>   |
| <p><b>Custodian:</b><br/>CIBC Mellon<br/>Toronto, Ontario</p>   | <p>The custodian (the “<b>Custodian</b>”) ensures that the assets of the Fund are safely held.</p> <p>The Custodian is independent of the Manager.</p> <p>The Manager expects to appoint a new Custodian on or before September 30, 2021.</p>  |
| <p><b>Registrar and Transfer Agent:</b><br/>Datacore Fund Services Inc.<br/>Toronto, Ontario</p>  | <p>The registrar (the “<b>Registrar</b>”) keeps track of the owners of units of the Fund, processes purchase, switch and redemption orders, issues investor account statements and trade confirmations, and issues annual tax reporting information.</p> <p>The Registrar is independent of the Manager.</p>   |
| <p><b>Auditor:</b><br/>Deloitte LLP<br/>Toronto, Ontario</p>  | <p>The auditor (the “<b>Auditor</b>”) is responsible for auditing the annual financial statements of the Fund and for providing an opinion on whether these financial statements present fairly, in all material respects, the Fund’s financial position and results of operations in accordance with International Financial Reporting Standards.</p> <p>The Auditor is independent of the Manager.</p> |



|                                      |  |
|--------------------------------------|--|
| <b>Independent Review Committee:</b> | <p>In accordance with National Instrument 81-107 <i>Independent Review Committee for Mutual Funds</i>, the Manager has established an IRC charged with overseeing all conflict of interest matters relating to the operation of the Fund.</p> <p>The IRC provides input on the Manager's written policies and procedures on conflicts of interest involving the Fund and also reviews conflicts of interest matters referred to it by the Manager.</p> <p>The IRC will prepare, at least annually, a report of its activities for Unitholders which will be available on the Fund's website at <a href="http://www.globalgrowth.ca">www.globalgrowth.ca</a> or, at your request and at no cost, by calling toll free 1-866-680-4734.</p> <p>The IRC is composed of three members each of whom are fully independent of the Manager. Additional information about the IRC is available in the Fund's Annual Information Form.</p> |
|--------------------------------------|--|

#### **FUND DETAILS**

|  |   |
|--|---|
| <b>Type of Fund</b>                      | Global Equity   |
| <b>Start Date</b>                        | Series A units – March 9, 2009<br>Series F units – October 27, 2010 |
| <b>Securities Offered</b>                | Series A units<br>Series F units                                    |
| <b>Eligibility for Registered Plans?</b> | Yes, units are qualified investments for Registered Plans           |
| <b>Management Fees</b>                   | Series A units: 2.50% per annum<br>Series F units: 1.50% per annum  |

#### **WHAT DOES THE FUND INVEST IN?**

##### **Investment Objectives**

The fundamental investment objective of the Fund is to provide investors with long-term growth by investing primarily in a diversified portfolio of global investments that are in accordance with Islamic investment principles. The Fund will invest its assets primarily in equity securities of companies from around the world.

The fundamental investment objective of the Fund may only be changed with the approval of a majority of Unitholders at a meeting called for that purpose.

Islamic investment principles generally preclude investments in certain kinds of businesses or sectors in

prohibited/haram areas, such as alcohol, tobacco, pork (a non-halal animal) related products, financial services, weapons and defence, entertainment, and gambling. If an issuer's primary business activity results in the issuer being classified into any one of the following industry classifications, it will not be deemed to be compliant with Shari'ah (i.e. it will not be a "**Shari'ah Compliant Company**"): Defence, Distillers & Vinters, Food Products, Recreational Products, Tobacco, Food Retailers & Wholesalers, Broadcasting & Entertainment, Media Agencies, Gambling, Hotels, Recreational Services, Restaurants & Bars, Banks, Full Line Insurance, Insurance Brokers, Property & Casualty Insurance, Reinsurance, Life Insurance, Real Estate Holding & Development, Consumer Finance, Specialty Finance, Investment Services, and Mortgage Finance. The Fund will not invest in such issuers.

Moreover, if an issuer's primary business activity results in the issuer being classified into another industry classification, but the issuer has a material interest in, or revenues from, prohibited business activities, it will not be deemed to be a Shari'ah Compliant Company, and so the Fund will not invest in such issuers.

Islamic investment principles also preclude investments in issuers with unacceptable levels of debt or interest income based on certain financial ratios. If an issuer has unacceptable levels of debt or interest income, it will not be deemed to be a Shari'ah Compliant Company, and the Fund will not invest in such issuers.

### **Investment Strategies**

To achieve its fundamental investment objective the Fund, via the Portfolio Advisor, will invest:

- directly in equity securities of public companies listed on the Dow Jones Islamic Market Titans 100 Index ("**IMXL**");
- in instruments that mirror the performance of the IMXL or instruments that mirror the performance of a selection of public companies listed on the IMXL; and
- other investments that have been deemed Shari'ah compliant by an applicable Shari'ah advisory committee.

The Portfolio Advisor will be actively managing all securities in the portfolio.

At this time, the Fund does not contemplate holding units of other mutual funds. In the future, the Fund may invest in units of other mutual funds. Any such investments will be done within the parameters of existing regulations.

Up to 100% of the Fund's assets may be invested in foreign securities.

From among the Shari'ah Compliant Companies listed on the IMXL, the Portfolio Advisor will select securities of global issuers in various industry sectors that are considered to: (a) represent good value in relation to the market price of the issuer's securities; (b) have experienced and capable senior management; (c) offer potential for future growth; and (d) are otherwise in compliance with Canadian securities laws regulating mutual fund investments.

Any uninvested cash of the Fund will be held in non-interest bearing investments or invested in a manner following Islamic investment principles.

The Fund may utilize other types of securities, which may include, but are not limited to, variable rate securities, options, futures and other types of derivatives deemed to be in compliance with Islamic investment principles. The Fund may utilize derivatives to ensure that a proper diversification of holdings is obtained and maintained by the Fund.

**The Fund will only use derivatives as permitted by securities regulations.** The Fund may use derivatives without limitation as part of its investment strategy. For a description of some of the types of derivatives and the risks that may be associated with the use of derivatives, please see the discussion under Derivatives risk.

Under normal circumstances, the Fund intends to fully invest its assets in securities of Shari'ah Compliant Companies; however, in response to severe or unusual adverse market, economic, political or other conditions, the Fund may make temporary investments that may prevent the Fund from fully achieving its fundamental investment objective. Since the Fund cannot invest in interest-paying instruments which are frequently used by mutual funds for this purpose, it is currently anticipated that temporary investments will be held in the form of general cash. If the Fund's investments in cash or similar instruments increase, the Fund may not fully achieve its fundamental investment objective.

### **Dow Jones Shari'ah Supervisory Board & Compliance**

The majority of investments in the Fund will be drawn from the IMXL. This index is overseen by the Dow Jones Shari'ah Supervisory Board. The Dow Jones Shari'ah Supervisory Board was established to counsel Dow Jones Indexes on matters relating to the Shari'ah compliance of the indexes' eligible components. All other investments will have been approved by a similar counsel.

### **Portfolio Purification**

To remain Shari'ah compliant, the Fund may be required to purify its portfolio of gains that are considered "impure" by Shari'ah standards. Whatever their source, any impure gains received by the Fund will be segregated from the assets of the Fund's portfolio and donated to Canadian children's "charitable organizations" as such term is defined in the Tax Act on an annual basis.

We anticipate that any such charitable donation will be less than 1% of the annual gains made by the Fund. The Dow Jones Shari'ah Supervisory Board makes declarations regarding the "purification" of the IMXL. They will declare which amounts of gains derived in the index are considered "impure" and therefore would need to be donated to charity. From these declarations, it is then the responsibility of both the Portfolio Advisor and Fund Manager to determine which of these amounts are applicable to the Fund. Since the Fund will very rarely, if ever, exactly mirror the index, the amounts considered "impure" in the Fund will always be different than those declared by the Dow Jones Shari'ah Advisory Board. Any such charitable donations will be shown on the Fund's financial statements as a deduction from gains.

### **Dow Jones Disclaimer & Changes to the Dow Jones Indices**

The IMXL was created by Dow Jones for investors who desire to invest in global public companies in accordance with Islamic investment principles. The IMXL tracks securities approved by the Shari'ah Supervisory Board of Dow Jones. Information about the IMXL is publicly available from Dow Jones at <https://us.spindices.com>, which documents are not, and shall not be deemed to be, incorporated by reference in this Simplified Prospectus.

The Fund invests primarily in securities within the IMXL. The Dow Jones Indices were created by Dow Jones for its general use and for use by others under license. These Dow Jones Indices were not created by Dow Jones for the purpose of the Fund exclusively. Dow Jones, as the proprietor of the Dow Jones Indices, has reserved the right to make adjustments to each Dow Jones Index or to cease calculating each Dow Jones Index without regard to the particular interests of the Fund, the Manager, the Trustee or the Unitholders, but rather solely with a view to the original purpose of each Dow Jones Index. Any

such change may have an impact upon the investment strategies of the Fund.

Dow Jones calculates, determines and maintains each Dow Jones Index. In the event Dow Jones ceases to calculate, determine and maintain each Dow Jones Index, the Manager may change the investment strategies of the Fund to provide exposure to the performance of a substitute index or make such other arrangement as it considers appropriate and in the best interests of the Fund in the circumstances.

Dow Jones has no relationship to the Manager or the Portfolio Advisor, other than as licensor of the Dow Jones Indices and its service marks for use in connection with the Fund. Dow Jones does not: sponsor, endorse, sell or promote the Fund; recommend that any person invest in the Fund; have any responsibility or liability for or make any decisions about the timing, amount or pricing of units; have any responsibility or liability for the administration, management or marketing of the Fund; consider the needs of the Fund or of Unitholders in determining, composing or calculating the Dow Jones Indices or have any obligation to do so.

Dow Jones does not have any liability in connection with the Fund. Specifically, Dow Jones does not make any warranty, express or implied, and Dow Jones disclaims any warranty about: the results to be obtained by the Fund, the Unitholders or any other person in connection with the use of the Dow Jones Indices and the data included therein; the accuracy or completeness of the Dow Jones Indices and their respective data; the merchantability and the fitness for a particular purpose or use of the Dow Jones Indices and their respective data, compliance with Shari'ah law or other Islamic principles.

The licensing agreement between the parent of the Portfolio Advisor and Dow Jones is solely for their respective benefit and not for the benefit of the Unitholders or any other third parties.

### **WHAT ARE THE RISKS OF INVESTING IN THIS FUND?**

The Fund invests primarily in securities within the IMXL. The Fund is subject to the following risks which are described in more detail starting on page 4:

- concentration risk;
- currency risk;
- derivatives risk;
- emerging markets risk;
- equity risk;
- foreign investment risk;
- Islamic investment risk;
- large transaction risk;
- liquidity risk;
- market risk;
- rate of return on Sukuk risk;
- regulatory risk;
- sector risk;
- series risk;
- small cap risk;
- Sukuk issuer risk;
- taxation risk; and
- underlying asset risk.

## WHO SHOULD INVEST IN THIS FUND?

The Fund is suitable for investors:

- seeking capital appreciation in a Shari'ah compliant global equity mutual fund;
- seeking capital appreciation in a fund with an ethical investing philosophy;
- who have a low-to-medium risk tolerance; and
- who have the ability to invest for the medium to long term.

### Investment Risk Classification Methodology

The following is meant as a general guide only. For advice about your own circumstances, you should consult your financial advisor.

As required by applicable securities legislation, the Manager determines the investment risk level of the Fund in accordance with a standardized risk classification methodology that is based on the Fund's historical volatility as measured by the 10-year standard deviation of the returns of the Fund. Standard deviation is used to quantify the historical dispersion of returns around the average returns over a period of time. The higher the standard deviation of the Fund, the greater the range of returns it experienced in the past. Generally, the greater the range of observed or possible returns, the higher the risk.

Using this methodology, the Fund will have a risk rating in one of the following categories: Low, Low-to-Medium, Medium, Medium-to-High and High. Using this methodology, the Manager has rated the Fund's risk to be Low-to-Medium.

The Manager may take into account other qualitative factors in making a final determination of the Fund's risk rating. The Manager may exercise its discretion and assign the Fund a higher risk classification than indicated by the 10-year standard deviation and the prescribed ranges if the Manager believes that the Fund may be subject to other foreseeable risks that the 10-year standard deviation does not reflect. The Manager will review the investment risk rating of the Fund at least annually as well as when the Manager determines that the risk rating of the Fund is no longer reasonable.

Historical performance may not be indicative of future returns and the Fund's historical volatility may not be indicative of its future volatility.

The methodology the Manager uses to identify the investment risk level of the Fund is available on request by sending an email to [info@globalgrowth.ca](mailto:info@globalgrowth.ca) or by contacting 1-800-680-4734.

### DISTRIBUTION POLICY

We distribute any income and capital gains in December of each year. **We will automatically invest Fund distributions in additional units of the Fund unless you tell us in writing that you would prefer to receive cash distributions.** No commissions are payable upon automatic reinvestment of distributions. Reinvested distributions will be redeemed on a pro rata basis with the units upon which the distributions were paid.

## FUND EXPENSES INDIRECTLY BORNE BY INVESTORS

Mutual funds pay for some expenses out of assets of the Fund. That means investors in a mutual fund indirectly pay for these expenses through lower returns. The table is intended to help you compare the cumulative cost of investing in this Fund with the cost of investing in other mutual funds. This example assumes that (i) you make an initial investment of \$1,000 in the Fund; (ii) your investment has a total annual return of five percent in each year; and (iii) the Fund had the same management expense ratio each year as it did in its last financial year. See “*Fees and Expenses*” for more information about the costs of investing in the Fund.

| <b>Time Period</b> | <b>Series A</b> | <b>Series F</b> |
|--------------------|-----------------|-----------------|
| One Year           | \$29.40         | \$17.43         |
| Three Years        | \$90.03         | \$54.01         |
| Five Years         | \$153.18        | \$93.01         |
| Ten Years          | \$322.81        | \$202.20        |

*Additional information about the Fund is available in the Fund's Annual Information Form, Fund Facts, management reports of fund performance and financial statements. These documents are incorporated by reference into this Simplified Prospectus, which means that they legally form part of this document just as if they were printed as a part of this document.*

*You can get a copy of these documents at your request and at no cost, by calling GGAI toll free at 1-866-680-4734 or by contacting your dealer or by email at [info@globalgrowth.ca](mailto:info@globalgrowth.ca).*

*These documents and other information about the Fund, such as information circulars and material contracts, are also available at the Internet site of GGAI at [www.globalgrowth.ca](http://www.globalgrowth.ca) or on SEDAR (the System for Electronic Document Analysis and Retrieval) at [www.sedar.com](http://www.sedar.com)*

**OFFERING SERIES A AND F UNITS OF:**

**GLOBAL IMAN FUND**

Global Growth Assets Inc.  
100 Mural Street, Suite 201, Richmond Hill, Ontario, L4B 1J3  
Tel: 416-642-3532  
1-866-680-4734  
Fax: 416-741-8987  
[info@globalgrowth.ca](mailto:info@globalgrowth.ca)  
[www.globalgrowth.ca](http://www.globalgrowth.ca)