

Unit Price

Series A	\$ 39.56
Series F	\$ 16.35
AUM	\$ 317,037,538
Distributions	Annually

Date of Inception

Series A	April 14, 1998
Series F	January 4, 2005
Series IS	October 8, 2015
Series N	September 30, 2016

Management Fee

Series A	2.50%
Series F	1.50%
Series IS	0.85%
Series N	1.50%

Risk Rating

High

Style

Large Blend

About the Fund

The investment objective of Excel India Fund (the "Fund") is to seek long-term superior growth of capital. The Fund will invest its assets primarily in equity securities of companies located in India through a "fund of funds" arrangement with India Excel (Mauritius) Fund (the "Mauritius Sub-fund"). The Mauritius Sub-fund is an open-end investment trust organized under the laws of Mauritius. The Mauritius Sub-fund will, in turn, invest most of its assets in India Excel (Offshore) Fund (the "India Sub-fund"), an open-end investment trust organized under the laws of India.

Portfolio Managers

Excel Investment Counsel Inc. ("EIC") provides investment advisory and portfolio management services to the mutual funds managed by Excel Funds Management Inc. ("EFM"), Canada's only emerging markets focused mutual fund provider.



Birla Sun Life Asset Management Company Limited, is one of the leading fund managers in India and currently oversees billion in assets under management. approximately US\$26 billion in assets under management.

Growth of \$10,000 Since Inception*



Annual Compound Returns (%)

	YTD	1 month	3 month	6 month	1 year	3 year	5 year	10 year	Inception
Series A	21.5	-3.4	0.5	2.7	14.4	15.0	16.4	5.2	11.6
Series F	22.5	-3.3	0.8	3.3	15.8	16.3	17.7	6.3	10.1

Top Portfolio Allocations (%)

Financials	32.8%
Consumer Discretionary	13.1%
Materials	10.8%
Industrials	10.3%
Consumer Staples	6.8%
Energy	6.6%
Health Care	6.4%
Information Technology	5.2%
Short Term Notes	2.9%
Exchange Traded Funds	1.9%

Top Ten Holdings (%)

HDFC Bank Limited	5.7%
Maruti Suzuki India Limited	5.0%
ICICI Bank Limited	4.2%
Yes Bank Limited	3.7%
Bajaj Finance Limited	3.2%
CBLO 03-Oct-2017	2.9%
Infosys Limited	2.8%
Reliance Industries Limited	2.7%
Kotak Mahindra Bank Limited	2.5%
IndusInd Bank Limited	2.5%

Country Allocations

India	97.2%
Canada	2.5%
United States	0.3%

Fund Codes

Fund Codes	Front End		Deferred		Low Load		Series F		Series IS		Series N	
	C\$	US\$	C\$	US\$	C\$	US\$	C\$	US\$	C\$	US\$	C\$	US\$
	EXL 100	EXL 810	EXL 200	EXL 820	EXL 300	EXL 830	EXL 600	EXL 800	EXL 1111	EXL 1200	EXINE	EXINE.U

Calendar Performance*

Series A	30.3%	30.2%	-50.6%	57.0%	15.9%	-33.5%	15.5%	-1.8%	52.6%	14.6%	-0.9%
Year	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016

Commentary
Market Synopsis

Indian equities had a mixed month in June heading into the GST rollout and ahead of the Q1 earnings season for which expectations have been lowered. Indian equities marginally underperformed its regional peers during the quarter. However, year-to-date, MSCI India is up 19% in CAD terms and is amongst the best performing country within the emerging markets.

Over the quarter, policy related news flow was mostly supportive with progress on the GST roll out, increasing expectations of monetary easing post the sharp decline in inflation, and steps taken towards a resolution in asset quality by the Reserve Bank of India (RBI). In addition, the monsoon has been slightly above normal levels.

Equities have been consolidating over the near term because of near-term uncertainty over earnings growth in the wake of the GST transition challenge. The RBI have kept policy rates on hold, lowered its inflation expectations for the year and softened its tone materially.

Foreign Portfolio Investors (FPI) continued to remain constructive, purchasing USD 8.3bn in equities year-to-date. Domestic mutual funds were buyers for the 11th consecutive month at USD 1.2bn.

In terms of sector performance, healthcare, for the first time since August of 2015 and consumer staples were the best performing sectors. Utilities and technology were the worst.

Market Outlook

As we enter the earnings season, the fund manager believes the results will likely be lower than expectations. Demand is likely to remain benign amid channel destocking ahead of GST implementation and the subsequent time lag for demand recovery. However, the short-term decline will be outweighed by the medium and long-term gain.

With the strong year-to-date performance, the Indian equity market is trading slightly above its long-term price earnings multiples. However, progressive reforms, robust macro-economic fundamentals, and strong liquidity from FIIs as well as domestic mutual funds has helped stabilize and maintained the gain. The fund manager is keenly watching the impact of GST on demand and its subsequent recovery. In the near-term, the fund manager expects consolidation.

The Fund continue to be overweight domestic cyclical sectors like financials, consumer discretionary and industrial sectors and is positioned for longer term domestic-oriented growth.



The units of the fund are qualified investments for

RRSPs, LIRAs, RRIFs, LIFs, LRIFs, DPSPs, RESPs, RDSPs and TFSA's.

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 **EXCEL FUNDS**

1-855-EXCEL30

*Data provided representative of Excel India Fund, Series "A". The inception date of the Fund's Series A is April 14, 1998.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the simplified prospectus before investing. The indicated rates of return are the historical annual compounded total return including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. The rates of return shown are used only to illustrate the effects of the compound growth rate and are not intended to reflect future values of the returns on investment in Excel Funds.

All statements in this update, other than statements of historical fact, and including statements regarding the future economic effects of events, are "forward-looking statements". These forward-looking statements reflect the current beliefs of the Fund's portfolio manager and are based on information available to the Fund as of the date of this update. Actual results may differ materially as they are subject to a number of significant risks and uncertainties. The Fund has no obligation to update or revise the forward-looking statements in this update.