

June 7, 2017

Dear Investor:

Re: REPORT TO INVESTORS BY THE INDEPENDENT REVIEW COMMITTEE OF MUTUAL FUNDS MANAGED BY SENTRY INVESTMENTS INC. FOR THE PERIOD FROM APRIL 1, 2016 TO MARCH 31, 2017

As Chair of the Independent Review Committee, I am pleased to provide you with the Committee's annual report to Investors of the Mutual funds managed by Sentry Investments Inc. (the "Manager").

The Independent Review Committee serves the interests of the Funds managed by the Manager by reviewing potential conflict of interest matters referred to the Independent Review Committee by the Manager, as required under National instrument 81-107 – *Independent Review Committee for Investment Funds ("NI 81-107")*.

In such conflict of interest matters, the focus of the Independent Review Committee is on whether the Manager's proposed action achieves a fair and reasonable result for the Fund or Funds.

The Independent Review Committee looks forward to continuing to work closely with the Manager on potential conflict of interest matters referred to the Independent Review Committee, all in the best interests of the Funds.

"Connie I. Roveto"

Connie I. Roveto ICD.D
Chair of the Independent Review Committee

REPORT TO INVESTORS BY THE INDEPENDENT REVIEW COMMITTEE OF MUTUAL FUNDS MANAGED BY SENTRY INVESTMENTS FOR THE PERIOD FROM APRIL 1, 2016 TO MARCH 31, 2017

REPORTING PERIOD

The information disclosed in this report covers the period beginning April 1, 2016 and ending on March 31, 2017 (the “Reporting Period”), the financial year-end for the Funds listed in Schedule A (the “Funds”).

MEMBERS OF THE INDEPENDENT REVIEW COMMITTEE

NAME	RESIDENCE	TERM
Connie I. Roveto ICD.D, Chair ¹	Toronto, ON	Three years from April 1, 2015
Sue Bochner	Freelton, ON	Three years from June 5, 2016
Karen McRae ICD.D	Toronto, ON	Three years from November 15, 2014

¹ Ms. Roveto’s initial appointment was on April 1, 2012, with renewal occurring on April 1, 2015. She was appointed Chair on November 15, 2014.

Each member of the IRC is independent of the Funds, the Manager and other entities related to the Manager. IRC members had no other relationships to the Manager or the Manager’s service providers that would cause a reasonable person to question a member's independence.

Sue Bochner has been a member of the IRC of the Funds managed by Spartan Fund Management Inc. since 2014. Karen McRae has been a member of the IRC for Funds managed by Connor, Clark & Lunn since 2015.

HOLDINGS OF SECURITIES

(a) Funds

As at March 31, 2017, the percentage of securities of the Funds or, if applicable, each series of the Funds, beneficially owned, directly or indirectly, in aggregate, by all members of the IRC did not exceed the 10% threshold referred to in NI 81-107.

(b) Manager

As at March 31, 2017, no member of the IRC beneficially owned, directly or indirectly, securities of any class or series of voting or equity securities of the Manager.

(c) Service Providers

As at March 31, 2017, no member of the IRC beneficially owned, directly or indirectly, more than 1% of the securities of any class or series of voting or equity securities of a service provider to the Manager or the Funds.

MANDATE OF THE INDEPENDENT REVIEW COMMITTEE

NI 81-107 requires the IRC to review all conflict of interest matters identified and referred to it by the Manager, and to give its approval or recommendation, depending on the nature of the conflict of interest matter. The IRC also reviews and assesses each of the written Policies and Procedures that the Manager has established to deal

with conflict of interest matters and may issue Standing Instructions to the Manager that allow the Manager to act in accordance with the respective Policy and Procedure on a continuing basis.

A “conflict of interest matter” is defined as a situation where a reasonable person would consider a Manager, or an entity related to the Manager, to have an interest that may conflict with the Manager’s ability to act in good faith and in the best interests of the investment fund.

The IRC has no power, authority or responsibility for the operations of the Funds or the operations of the Manager. The IRC only considers matters referred to it by the Manager that in the Manager’s opinion, involve or may be perceived to involve a potential conflict of interest, or such matters that the IRC is required to consider by applicable securities legislation.

POLICIES AND PROCEDURES AND STANDING INSTRUCTIONS TO MANAGE CONFLICTS OF INTEREST

During the Reporting Period, the Manager followed the recommendations and relied on the Standing Instructions of the IRC for the Policies and Procedures noted below. In each case, the standing instructions required the Manager to comply with its related Policies and Procedures and to report either quarterly, semi-annually, or annually, to the IRC. Matters that require approval by the IRC, or that do not have standing instructions, are duly noted.

- a) Brokerage Commissions
- b) Business Entertainment and Gift
- c) Conflict of Interest*
- d) Corrections of Errors in Investor Accounts
- e) Corrections of Investment Fund NAV
- f) Inter-Fund Trades
- g) Investment Fund Expense Allocation
- h) Investment Funds Invested in Related Entities
- i) Investment Fund Launch, Merger and Termination*
- j) Investor Activity
- k) Personal Trading
- l) Proxy Voting
- m) Short Selling
- n) Trade Aggregation & Investment Allocation
- o) Trade Error
- p) Underlying Mutual Fund Investment
- q) Valuation

*Policy has no Standing Instructions; therefore, each potential conflict or conflict of interest referred to in this Policy must be reviewed by the IRC individually as they arise.

Under NI 81-107, it is the responsibility of the manager of a fund to identify conflicts of interest for consideration by the IRC and to establish written policies and procedures that the manager must follow for any such conflict of interest matter.

The IRC will review these 17 Policies, Procedures and related Standing Instructions at least annually, and deal with any other conflict of interest matters presented to it by the Manager.

CONFLICT OF INTEREST MATTERS REQUIRING IRC APPROVAL

During the Reporting Period, the IRC dealt with one potential conflict of interest matter referred to it by the Manager.

The matter was the rollover of assets of NCE Diversified Flow-Through (15) Limited Partnership into Sentry Canadian Resource Class on January 6, 2017. The IRC provided its approval for the Rollover.

The Manager has not notified the IRC, nor has the IRC become aware of, any other matter in which the Manager acted in a conflict of interest but did not meet a condition imposed by the IRC in its recommendation or approval. The Manager has an obligation to notify the IRC of any such matters.

Over the Reporting Period, the IRC may also, from time to time, consider other potential conflict of interest matters and other ongoing conflict of interest matters which may continue into the next Reporting Period before being resolved.

COMPENSATION AND INDEMNITIES

The members of the IRC are entitled to be compensated and indemnified by the Funds.

The initial compensation of the IRC was set by the Manager at the time the IRC was appointed on November 15, 2006. Thereafter, under the Instrument, the IRC has the authority to set its own compensation after considering the Manager's recommendation.

At least annually and consistent with good corporate governance practice, the IRC reviews the compensation paid to the members of the IRC. In its review of compensation matters, the IRC considered among other factors, the following:

- a) the best interest of the Funds
- b) the number, nature and complexity of the Funds
- c) the most recent annual self –assessment of the IRC
- d) recommendations regarding compensation and expenses of the IRC made by the Manager
- e) industry best practices and relevant compensation surveys of other independent review committees
- f) the nature and extent of the workload of each member of the IRC including the expected time commitment

The aggregate compensation paid by the Funds to the members of the IRC for the Reporting Period was \$140,630.

No amounts were paid to the members of the IRC by the Funds pursuant to indemnities given by the Funds to the IRC during the Reporting Period.

This report is respectfully submitted by the IRC of the investment funds managed by Sentry Investments Inc. this 7th day of June, 2017.

“Connie I. Roveto”
Connie Roveto, Chair

“Sue Bochner”
Sue Bochner, Member

“Karen McRae”
Karen McRae, Member

SCHEDULE "A"

INVESTMENT FUNDS COVERED BY THIS REPORT

Fund Name
Sentry All Cap Income Fund
Sentry Alternative Asset Income Fund
Sentry Canadian Bond Fund
Sentry Canadian Income Class
Sentry Canadian Income Fund
Sentry Canadian Resource Class
Sentry Conservative Balanced Income Class
Sentry Conservative Balanced Income Fund
Sentry Conservative Monthly Income Fund
Sentry Corporate Bond Class
Sentry Corporate Bond Fund
Sentry Diversified Equity Class
Sentry Diversified Equity Fund
Sentry Energy Fund
Sentry Global Growth and Income Class
Sentry Global Growth and Income Fund
Sentry Global High Yield Bond Class
Sentry Global High Yield Bond Fund
Sentry Global Infrastructure Fund
Sentry Global Mid Cap Income Fund
Sentry Global Monthly Income Fund
Sentry Global REIT Class
Sentry Global REIT Fund
Sentry Growth and Income Fund
Sentry Money Market Class
Sentry Money Market Fund
Sentry Precious Metals Class
Sentry Precious Metals Fund
Sentry Small/Mid Cap Income Class
Sentry Small/Mid Cap Income Fund
Sentry U.S. Growth and Income Currency Neutral Class
Sentry U.S. Growth and Income Class
Sentry U.S. Growth and Income Fund
Sentry U.S. Monthly Income Fund
Sentry Growth Portfolio
Sentry Growth and Income Portfolio
Sentry Balanced Income Portfolio
Sentry Conservative Income Portfolio
Sentry Canadian Core Fixed Income Private Trust
Sentry Canadian Equity Income Private Trust

Sentry Energy Private Trust
Sentry Global Core Fixed Income Private Trust
Sentry Global High Yield Fixed Income Private Trust
Sentry Global Infrastructure Private Trust
Sentry Global Real Estate Private Trust
Sentry International Equity Income Private Trust
Sentry Precious Metals Private Trust
Sentry Real Long Term Income Trust
Sentry Real Mid Term Income Trust
Sentry Real Short Term Income Trust
Sentry U.S. Equity Income Private Trust
Sentry Balanced Yield Private Pool Class
Sentry Canadian Equity Income Private Pool Class
Sentry Canadian Fixed Income Private Pool
Sentry Global Balanced Yield Private Pool Class
Sentry Global Equity Income Private Pool Class
Sentry Global Investment Grade Private Pool Class
Sentry Global Tactical Fixed Income Private Pool
Sentry International Equity Income Private Pool Class
Sentry Real Growth Pool Class
Sentry Real Long Term Income Pool Class
Sentry Real Mid Term Income Pool Class
Sentry Real Short Term Income Pool Class
Sentry U.S. Equity Income Private Pool Class
Sentry U.S. Equity Income Currency Neutral Private Pool Class
Sentry Real Income 1951-55 Class
Sentry Real Income 1946-50 Class
Sentry Real Income 1941-45 Class