



# Canadian General Investments, Limited

December 2016

Monthly Factsheet

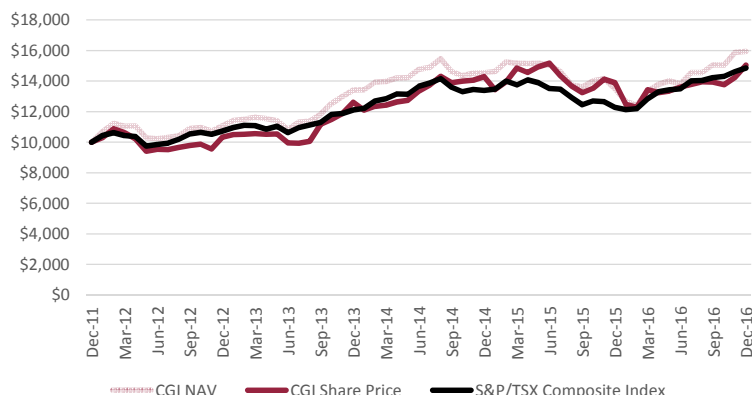
Canadian General Investments, Limited (CGI or the Company) is domiciled in Canada and incorporated under the laws of Ontario, Canada. CGI is a closed-end equity fund focussed on medium- to long-term investments in Canadian corporations. The Company's common shares are publicly listed and trade on the Toronto Stock Exchange and the London Stock Exchange (symbol CGI).

## PORTFOLIO ANALYSIS

### Top 10 Holdings

	Sector	% of Portfolio
Dollarama Inc.	Consumer Discretionary	4.4%
Bank of Montreal	Financials	3.6%
Franco-Nevada Corporation	Materials	3.5%
First Quantum Minerals Ltd.	Materials	3.3%
Open Text Corporation	Information Technology	3.2%
Royal Bank of Canada	Financials	3.0%
Canadian Pacific Railway Limited	Industrials	3.0%
NVIDIA Corporation	Information Technology	2.9%
CCL Industries Inc., B NV	Materials	2.7%
Enbridge Inc.	Energy	2.6%
		32.2%

### Relative Performance - 5 Years - Total Return, with dividends reinvested



## FUND DETAILS

### Investment Objective

It strives, through prudent security selection, timely recognition of capital gains/losses and appropriate income generating instruments, to provide better than average returns to investors.

Portfolio Manager	D. Greg Eckel Morgan Meighen & Associates
Board of Directors	James F. Billett A. Michelle Lally Jonathan A. Morgan Vanessa L. Morgan R. Neil Raymond Michael A. Smedley Richard O'C. Whittall

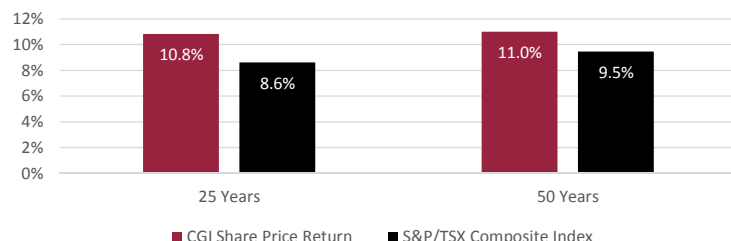
Year End	December 31
Inception	1930
TSX and LSE Symbol	CGI
ISIN	CA1358251074
Benchmark	S&P/TSX Composite Index
Dividend Payable	Quarterly (Mar, Jun, Sep, Dec) & potential year-end special
U.K. Sponsoring Broker	Stockdale Securities Limited

### Company Statistics

as at December 31, 2016

Net Assets	CAD \$583,644,595
Voting Shares in Issue	20,861,141
Free Float	9,906,872
Share Price	\$19.45
Net Asset Value	\$27.98
Discount	30.5%
Average 12 Month Discount	29.0%
Dividend per Annum	\$0.76
Current Yield	3.9%
Gearing/Leverage	20.5%
Unrealized Gains	CAD \$315,453,348
CAD/GBP Exchange Rate	0.5968

### Long-Term Results - Total Return (as at December 31, 2016)



## FUND PERFORMANCE

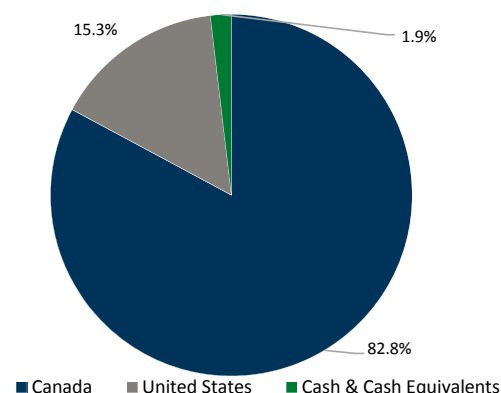
Performance*	1 Month	3 Months	1 Year	3 Years	5 Years	10 years				
Share Price	5.6%	7.9%	8.2%	6.1%	8.5%	1.0%				
NAV	0.4%	5.8%	18.2%	6.0%	9.8%	2.3%				
S&P/TSX Composite Index	1.7%	4.5%	21.1%	7.1%	8.2%	4.7%				
Rolling 12 Month Performance*	Dec 2016	Dec 2015	Dec 2014	Dec 2013	Dec 2012	Dec 2011	Dec 2010	Dec 2009	Dec 2008	Dec 2007
Share Price	8.2%	-2.7%	13.3%	22.0%	3.4%	-12.3%	27.9%	82.9%	-67.3%	9.5%
NAV	18.2%	-7.2%	8.4%	21.0%	10.8%	-11.7%	30.3%	44.2%	-55.9%	7.3%
S&P/TSX Composite Index	21.1%	-8.3%	10.6%	13.0%	7.2%	-8.7%	17.6%	35.1%	-33.0%	9.8%

\* Total Return, with dividends reinvested

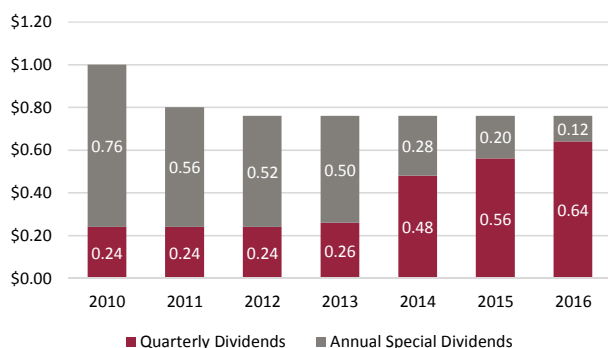
## SECTOR ALLOCATION

Sector	Fund	Benchmark	Over/Under Weight
Energy	20.7%	21.4%	-0.8%
Materials	18.3%	11.8%	6.5%
Consumer Discretionary	15.0%	5.0%	10.0%
Financials	13.3%	35.0%	-21.7%
Industrials	12.2%	8.9%	3.3%
Information Technology	10.4%	2.7%	7.6%
Telecommunication Services	3.1%	4.8%	-1.8%
Real Estate	2.2%	3.0%	-0.8%
Consumer Staples	2.0%	3.8%	-1.8%
Cash & Cash Equiv.	1.9%	0.0%	1.9%
Utilities	0.9%	2.8%	-1.9%
Health Care	0.0%	0.6%	-0.6%
	100.0%	100.0%	

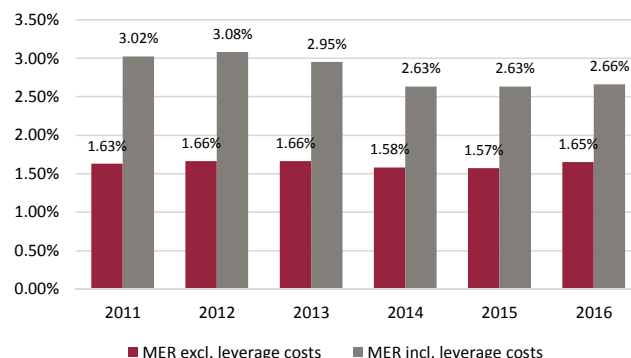
## ASSET MIX



## DIVIDEND HISTORY



## MANAGEMENT EXPENSE RATIO



## SHAREHOLDER TAXATION

- Qualified investment in RRSP, RRIF, DPSP, RESP, TFSA and RDSP, and eligible for ISAs in the U.K.
- The Company is able to pay regular taxable dividends and capital gains dividends
- All taxable dividends paid to common and preference shareholders are designated as eligible dividends

## DIVIDEND REINVESTMENT PLAN

- As well as with reinvested dividends, shareholders may purchase additional shares for cash (minimum \$100 – maximum \$5,000) every quarter. Shares are purchased on the open market, with participants paying the average cost while the Company pays all administrative charges, including commissions.
- Note: U.S. shareholders only eligible for the dividend reinvestment segment of the plan.

## COMMENTARY AND OUTLOOK

Investors in the Canadian equity markets were well rewarded in 2016 as the S&P/TSX posted superb results. Overall, Canadian market performance was heavily influenced by extremely positive returns generated in the resource groups. Optimism for the global economic outlook and improving supply and demand fundamentals resulted in almost all of the Commodity Research Bureau (CRB) commodities constituents posting positive returns for the first time in six years. This translated into significant advances for many of the stocks in these groups and their associated gains dominated overall market returns. Since CGI is constructed and managed to provide investors with a broadly comprehensive and diversified exposure to the Canadian equity markets, its impressive NAV return of 18.2% lagged relative to the 21.1% performance of the benchmark S&P/TSX in 2016.

CGI capitalized on some of the opportunities arising from the upswing in the resource group. Base metal exposure was added to the portfolio early in the year with excellent returns experienced in First Quantum Minerals Ltd and Hudbay Minerals Inc. and a position in Lundin Mining Corporation was more recently added in the fourth quarter of 2016. Lumber stocks were weighed down by concerns of the expiry and potential fallout of the Canadian and U.S.A. Softwood Lumber Agreement and Canfor Corp. and West Fraser Timber Inc. were eliminated from the portfolio. Overall, CGI remains overweight the Materials sector. New positions in Parex Resources., Vermillion Energy Inc., Painted Pony Petroleum Ltd. and Secure Energy Services Inc. were established in the Energy sector and this raised CGI's positioning in the group to basically marketweight.

For the strong 2016 rally to be supported going forward, positive and tangible data points need to be generated in 2017 to support, reinforce and potentially build onto expectations for future growth. But substantial economic unknowns are expected to cause investors to take a wait-and-see approach near-term as they seek greater clarity on some of the issues that have been debated as part of the new USA presidency's agenda. Volatility may increase during this period of uncertainty but we remain cautiously optimistic that the global economy is steadily improving and holds promise of further growth. The Canadian market could see additional advances in its resource-related areas if this situation arises and, depending on trade developments, may also be able to capitalize on a stronger U.S. trading partner.