

**PFIC Annual Information Statement for the Year Ended June 30, 2017****IMPORTANT TAX NOTICE TO U.S. UNITHOLDERS OF THE FUND**

This statement is provided for unitholders who are U.S. persons for purposes of the U.S. Internal Revenue Code of 1986, as amended ("Code") and the regulations thereunder. It is not relevant to other unitholders. U.S. persons include U.S. citizens (whether or not they are U.S. residents), certain individuals with U.S. permanent resident status, U.S. corporations, and certain U.S. trusts and estates.

The Fund may be deemed to be classified as a Passive Foreign Investment Company (PFIC) as defined in Code Section 1297(a) for its U.S. tax year ended June 30, 2017.

The attached PFIC Annual Information Statement is being provided pursuant to the requirements of Treasury Regulation Section 1.1295-1(g) (1). The PFIC Annual Information Statement contains information to enable you (should you so choose based on your personal tax circumstances) to elect to treat the Fund as a qualified electing fund (QEF) for the U.S. tax year ended June 30, 2017.

A U.S. unitholder who makes a QEF election is required to annually include in his or her income, the pro-rata share of ordinary earnings and net capital gains of the Fund, whether or not that Fund distributes any amounts to its shareholders.

While the choice of whether the QEF election is appropriate for you will depend on your personal circumstances, please note that the QEF election is the only way that appreciation in the value of the Fund can be eligible for U.S. taxation at the more favorable capital gains rates.

The QEF election is generally made on Form 8621 (*Return by a Shareholder of a Passive Foreign Investment Company or Qualified Electing Fund*) on or before the due date, including extensions, for the income tax return with respect to the tax year to which the election relates. Unitholders who are U.S. persons are required to report their holdings of the Fund on Form 8621 whether or not they make the QEF election. Where a U.S. person is a unitholder in a Fund that holds other funds in its portfolio, that person is an indirect investor in the lower-tier funds and is required to file a separate Form 8621 report for each of the lower-tier funds. The attached information is designed to enable a unitholder to make a QEF election for both directly held top-tier and indirectly held lower-tier funds.

This information is provided in order to assist unitholders in making calculations and does not constitute tax advice. For help with these calculations, Renaissance Investments suggests that investors consult with a qualified U.S. tax advisor.

Further information on PFIC rules and the QEF election is available on the Internal Revenue Service website at [www.irs.gov/instructions/i8621/ch01.html](http://www.irs.gov/instructions/i8621/ch01.html).

**Renaissance Flexible Yield Fund**  
(the "Fund")

**PFIC Annual Information Statement For the Year ended June 30, 2017**

- 1) This Information Statement applies to the taxable year of the Fund commencing on July 1, 2016 and ending on June 30, 2017.
- 2) The pro-rata per-unit per-day shares of ordinary earnings and net capital gains of these funds and their per-unit amounts distributed by Renaissance Flexible Yield Fund for the period specified in paragraph 1 are as follows:

Renaissance Flexible Yield Fund	Original Earnings (US\$)	Net Capital Gains (US\$)
Class A	0.0010356287	0.0000072496
Class F	0.0012103977	0.0000073214
Class F-Premium	0.0012921264	0.0000073406
Premium Class	0.0011788648	0.0000073722
Class A Hedged	0.0009950826	0.0000069582
Class FH	0.0011484194	0.0000069829
Class FH-Premium	0.0012223642	0.0000069537
Class H-Premium	0.0011207048	0.0000069933

Class A	Distribution (US\$)	Price (US\$)
7/29/2016	0.0253	7.8842
8/31/2016	0.0252	7.8708
9/30/2016	0.0252	7.8597
10/31/2016	0.0246	7.8263
11/30/2016	0.0246	7.7875
12/31/2016	0.0247	7.7453
1/31/2017	0.0269	7.7939
2/28/2017	0.0264	7.8147
3/31/2017	0.0263	7.7922
4/28/2017	0.0256	7.7995
5/31/2017	0.0259	7.8320
6/30/2017	0.0270	7.8158

Class A - Hedged	Distribution (US\$)	Price (US\$)
7/29/2016	0.0253	7.7323
8/31/2016	0.0252	7.6772
9/30/2016	0.0252	7.6639
10/31/2016	0.0246	7.4628
11/30/2016	0.0246	7.4100

12/31/2016	0.0247	7.4149
1/31/2017	0.0254	7.6373
2/28/2017	0.0248	7.5024
3/31/2017	0.0248	7.4685
4/28/2017	0.0242	7.2813
5/31/2017	0.0244	7.3842
6/30/2017	0.0254	7.6673

Class F	Distribution (US\$)	Price (US\$)
7/29/2016	0.0253	7.9017
8/31/2016	0.0252	7.8940
9/30/2016	0.0252	7.8879
10/31/2016	0.0246	7.8594
11/30/2016	0.0246	7.8254
12/31/2016	0.0247	7.7856
1/31/2017	0.0269	7.8420
2/28/2017	0.0264	7.8671
3/31/2017	0.0263	7.8499
4/28/2017	0.0256	7.8618
5/31/2017	0.0259	7.9007
6/30/2017	0.0270	7.8893

Class F - Premium	Distribution (US\$)	Price (US\$)
7/29/2016	0.0253	7.9013
8/31/2016	0.0252	7.8952
9/30/2016	0.0252	7.8908
10/31/2016	0.0246	7.8639
11/30/2016	0.0246	7.8317
12/31/2016	0.0247	7.7927
1/31/2017	0.0269	7.8533
2/28/2017	0.0264	7.8799
3/31/2017	0.0263	7.8671
4/28/2017	0.0256	7.8806
5/31/2017	0.0259	7.9226
6/30/2017	0.0270	7.9127

Premium Class	Distribution (US\$)	Price (US\$)
7/29/2016	0.0032	7.9816
8/31/2016	0.0032	7.9722
9/30/2016	0.0032	7.9646
10/31/2016	0.0031	7.9344
11/30/2016	0.0031	7.8987
12/31/2016	0.0031	7.8573
1/31/2017	0.0034	7.9135
2/28/2017	0.0033	7.9380
3/31/2017	0.0033	7.9208
4/28/2017	0.0032	7.9319
5/31/2017	0.0033	7.9705
6/30/2017	0.0034	7.9577

Class F - Premium Hedged	Distribution (US\$)	Price (US\$)
7/29/2016	0.0253	7.6880
8/31/2016	0.0252	7.6392
9/30/2016	0.0252	7.6230
10/31/2016	0.0246	7.4288
11/30/2016	0.0246	7.3843
12/31/2016	0.0247	7.3929
1/31/2017	0.0254	7.6299
2/28/2017	0.0248	7.5011
3/31/2017	0.0248	7.4751
4/28/2017	0.0242	7.2920
5/31/2017	0.0244	7.4057
6/30/2017	0.0254	7.6933

Class F - Hedged	Distribution (US\$)	Price (US\$)
7/29/2016	0.0253	7.7312
8/31/2016	0.0252	7.6820
9/30/2016	0.0252	7.6737
10/31/2016	0.0246	7.4774
11/30/2016	0.0246	7.4281
12/31/2016	0.0247	7.4307
1/31/2017	0.0254	7.6657
2/28/2017	0.0248	7.5327

3/31/2017	0.0248	7.5042
4/28/2017	0.0242	7.3203
5/31/2017	0.0244	7.4295
6/30/2017	0.0254	7.7199

Premium Hedged Class	Distribution (US\$)	Price (US\$)
7/29/2016	0.0253	7.7466
8/31/2016	0.0252	7.6896
9/30/2016	0.0252	7.6793
10/31/2016	0.0246	7.4811
11/30/2016	0.0246	7.4390
12/31/2016	0.0247	7.4481
1/31/2017	0.0254	7.6802
2/28/2017	0.0248	7.5469
3/31/2017	0.0248	7.5172
4/28/2017	0.0242	7.3312
5/31/2017	0.0244	7.4373
6/30/2017	0.0254	7.7266

- 3) For each PFIC, your U.S. tax preparer requires the following:
- The PFIC Annual Information Statement for the fund provided by Renaissance Investments
  - Your account statements for the tax year provided by your investment dealer
- i) The PFIC Annual Information Statement will provide the pro-rata share of the fund's ordinary earnings, net capital gain per unit per day.

To calculate your individual amounts for a QEF election, multiply the number of unit days you held the fund series by the pro-rata amounts provided above.

To calculate the number of unit days, multiply the number of units held by the number of days the units were held for the tax year. For example, an account that held 1000 units of a fund for the full year (July 1, 2016 to June 30, 2017, 365 days), the number of unit days would be  $1000 \times 365 = 365,000$ . If those units were held for 181 days (July 1, 2016 to December 28, 2016), the number of unit days would be  $1000 \times 181 = 181,000$ . This value would then be multiplied by the pro-rata values on the Annual Information Statement and reported on IRS [Form 8621](#).

If the number of units changes over the course of the year, the unit days calculation should be adjusted accordingly. For example, consider an account that starts the year with 1000 units then, 65 days into the year, another 1000 units are purchased (increasing the total number of units to 2000). If no other changes are made for the remaining 300 days of the year, the unit days calculation would be:  $(1000 \text{ units} \times 65 \text{ days}) + (2000 \text{ units} \times 300 \text{ days}) = 665,000 \text{ unit days}$ .

- ii) The PFIC Annual Information Statement will provide the per unit amounts distributed by the Fund.

To calculate your individual amounts for a QEF election, multiply the number of units you held of the Fund series by the per unit amounts provided above.

- 4) The Fund will, upon receipt of request, permit you to inspect and copy its permanent books of account, records, and other such documents as may be maintained by the Fund. This is to establish that their respective ordinary earnings and net capital gains are computed in accordance with U.S. income tax principles, and to verify these amounts and your pro-rata shares thereof.

**Renaissance Flexible Yield Fund**



Executive Director,  
Product Development & Management  
CIBC Asset Management Inc.