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HARVEST Banks & Buildings Income Fund

Annual Management Report of Fund Performance

December 31, 2016

The Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure, can be obtained at your request, and at no cost, by calling us at 1-866-998-8298; by writing to us at Harvest Portfolios Group Inc., 710 Dorval Drive, Suite 209, Oakville, Ontario, L6K 3V7; by visiting our website at www.harvestportfolios.com; or on SEDAR at www.sedar.com.

HARVEST Banks & Buildings Income Fund

CORPORATE OVERVIEW

Harvest Portfolios Group Inc. (“Harvest”) is a Canadian Investment Manager focused on unique income generating investment products. Harvest was founded in 2009 and is focused on developing investment products that follow three investment criteria:

1. Clear investment objectives
2. Transparency
3. Income generation

Harvest endeavours to develop investment products that are clear in their mandate and easy for our investors to understand. We strive to be transparent, so that our investors can open their reports and know exactly what they own. Our funds are invested to provide investors with consistent monthly or quarterly income; therefore, we seek to invest our fund portfolios in well managed companies that have a history of steady cash flow and pay dividends.

INVESTMENT PRODUCT

The Harvest Banks & Buildings Income Fund (the “Fund”) invests primarily in the Canadian banking, other financial and real estate sectors. The banking, other financial and real estate sectors represent significant components of the Canadian economy. As the Canadian economy generally expands, Harvest believes that a diversified portfolio invested across these sectors will provide investors with an attractive yield and strong capital appreciation potential.

HARVEST Banks & Buildings Income Fund

PRESIDENT'S MESSAGE

Harvest Banks & Buildings Income Fund

Unitholder letter March 2017

Dear Valued Unitholder,

2016 can be characterized as another year of volatility as investors faced political uncertainty and tough market decisions. As the year started, markets continued their steady decline over economic concerns after the first Fed rate hike in almost a decade, only to bottom out in February and rally back up through the spring and summer. As September approached, the political rhetoric and steady diet of 2am Tweets unnerved markets leading to declines as the US election drew closer. As the event passed and the world woke up to the new realities of a Trump Presidency, the markets turned and rallied into the end of the year.

Looking ahead, we believe the U.S. will be a strong performer in the world market due to an economy that has been bubbling along with just under a 2% inflation rate and just over a 2% growth rate for the last 5 years. Any "Trump" effect would more than likely trickle down into the economy later in 2017 and 2018. That said, we know that markets are forward indicators of economic performance and should therefore give consideration to US corporate tax cuts and the potential tax break on the \$1 trillion USD sitting offshore in corporate coffers which would no doubt result in a positive effect on corporate earnings. Mr. Trump has also proposed to reduce regulation, which would have a fairly immediate impact on the Financial and Healthcare Industries and their abilities to expand and develop products.

Predicting markets and outcomes can be a frustrating experience and lends more credence to the old term "time in the market not timing the market". Regardless of short term events and market movements, Harvest focuses on industries, sectors or themes with long-term growth dynamics while collecting dividends and selling call options to generate income for our investors. Given our long-term view, we adhere to guiding investment principals which follow our mantra "*Investing doesn't have to be complicated*".

Keep it Simple: A complex product does not mean it is a better product. We want our investors to understand exactly what they are investing in and are comfortable that it meets their objectives.

Transparent: A portfolio should reflect what an investor thought they were buying. Check your statement or our website and "*know what you own*".

Consistent income: All of our funds provide consistent monthly or quarterly income.

2017 and beyond will provide its own steady diet of surprises and challenges, which is why the adherence to an investment philosophy and process helps maintain a calm mindset and long term view of the markets.

Harvest remains committed to its philosophy and we appreciate the confidence you have placed with us as an investor in our funds.

Sincerely,

Signed "Michael Kovacs"

Michael Kovacs
President and Chief Executive Officer

HARVEST Banks & Buildings Income Fund

ANNUAL MANAGEMENT DISCUSSION OF FUND PERFORMANCE

The annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the Fund. For your reference, the annual financial statements of the Fund are attached to the annual management report of fund performance. You may obtain additional copies of these documents at your request, and at no cost, by calling toll free at 1(866) 998-8298; by writing to us at Harvest Portfolios Group Inc., 710 Dorval Drive, Suite 209, Oakville, Ontario, L6K 3V7; or by visiting our website at www.harvestportfolios.com; or on SEDAR at www.sedar.com.

Unitholders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

INVESTMENT OBJECTIVES AND STRATEGY

The Fund's investment objectives are:

- i. to provide unitholders with monthly distributions; and
- ii. to maximize total return for unitholders.

To achieve the investment objectives, the Fund invests in an actively managed portfolio that consists primarily of Banking Issuers, Other Financial Issuers and Real Estate Issuers. It is the investment manager's view that in this environment, dividend paying companies in the financial and real estate sectors will continue to maintain their dividends or distributions. The issuers in the Canadian banking, other financial and real estate industries have capital ratios and leverage ratios that are conservative in nature and therefore justify consistent dividend payout policies.

A combination of top-down, macro analysis is used to evaluate and identify the most attractive companies and types of securities in the sectors mentioned above. A value-based, bottom-up fundamental analysis is also used to identify issuers based on the quality of their assets and the strength of their balance sheets and cash flows. Generally, each company or investment held in the portfolio will have consistent dividend payout history and offers a yield component that will help aid the objectives of the Fund. The investment manager seeks to acquire securities that it believes have strong free cash flow metrics and will not defer future dividend or interest payments and will focus on issuers that it believes offer high levels of income and potential for capital appreciation, and that it believes provide the most attractive total return, relative to risk.

The investment manager of the Fund during 2016 was Avenue Investment Management Inc. ("Avenue" or "Investment Manager") and subsequent to year end Harvest Portfolios Group Inc. assumed the investment management responsibilities.

RISK

The risks associated with investing in the Fund are as described in the prospectus. There were no material changes to the Fund over the period that affected the overall level of risk of the Fund.

RESULTS OF OPERATIONS

The Fund's return for the year ending December 31, 2016 was 16.56% Series R, 15.45% for Series A, 17.09% for Series F and 16.77% for Series D versus the custom benchmark index comprised of 50% weighting of the S&P/TSX Financials Total Return Index and a 50% weighting of the S&P/Real Estate Total Return Index return of 21.14%. One of the primary reasons for the shorter-term divergence is the Funds relative weightings towards banks and non-real estate financials.

Early in the year, broader global equity markets sold off as investors weighed the economic implications of multiple US interest rate hikes during 2016 and moderating Canadian economic data. This had an impact on the companies in Canada with exposure to the energy sector including the Canadian banks. Rising rate expectations dragged on the Funds underlying REIT and Real Estate related holdings, where the Fund held near the minimum required weight of 25%. Uncertainty in the broader markets also weighed on some of the foreign banks held in the Fund early in the year. Volatility and uncertainty continued through the November U.S. Election; however expectations increased for more pro-growth policies following the surprising win by Donald Trump. Increased expectations for higher interest rates and the potential for deregulation within the financial system had positive implications for the Fund's holdings in U.S. banks, Canadian banks and insurance companies, all of which tend to be positively correlated with higher interest rates.

HARVEST Banks & Buildings Income Fund

RECENT DEVELOPMENTS

Subsequent to December 31, 2016, the Manager completed the process of assuming the investment management responsibilities of the Fund from Avenue Investment Management Inc. effective January 16, 2017.

RELATED PARTY TRANSACTIONS

There were no related party transactions during the reporting period, except for management fees and other expense reimbursements paid to Harvest, as noted below in “Management and Other Fees”.

MANAGEMENT AND OTHER FEES

Harvest Portfolios Group Inc. is the Manager of the Fund and is responsible for managing or arranging for managing the Fund’s overall business and operations and provides key management personnel to the Fund. During 2016, the Manager paid Avenue a fee for its portfolio advisory service, from the management fee received from the Fund, calculated on the basis of the Fund’s average daily net asset value.

Each series of units pays the Manager an annual management fee, plus applicable taxes, based on a percentage of the average daily net asset value (“NAV”) of the Fund attributable to that applicable series (the “Management Fee”).

Dealers may be paid a servicing fee in connection with Series A, Series R and Series D units for ongoing services they provide to investors, including investment advice, account statements and newsletters. Generally, the servicing fees, plus applicable taxes, are payable monthly in arrears based on the total client assets invested in each series of units of the Fund held by all of a Dealer’s clients throughout the month. The Manager can change or cancel servicing fees at any time.

The fees differ among the series of units of the Fund as set out in the chart below:

Fund Series	Annual Management Fee	Dealer Service Fee	Total Fees
R	1.10%	0.40%	1.50%
A	1.10%	1.25%	2.35%
F	1.10%	0.00%	1.10%
D	1.10%	0.25%	1.35%

Operating expenses

The Fund is responsible for operating expenses relating to the carrying on of its business, including custodial services, interest, taxes, legal, audit fees, transfer agency services relating to the issue and redemption of units, and the cost of financial and other reports, costs and expenses for the Fund’s Independent Review Committee (“IRC”), including fees and expenses of the IRC members and compliance with applicable laws, regulations and policies. The Manager pays for such expenses on behalf of the Fund, except for certain expenses such as interest, and is then reimbursed by the Fund.

The Manager may, in some cases, absorb a portion of the Fund’s operating expenses. The amount of absorption for the year ended December 31, 2016 was \$nil (2015 - \$34,888). The Manager may cease doing so at any time without notice to unitholders.

Other expenses

The Manager will be reimbursed by the Fund for all reasonable costs, expenses and liabilities incurred by the Manager for performance of services on behalf of the Fund in connection with the discharge by the Manager of its duties hereunder. Such costs and expenses may include, without limitation: mailing and printing expenses for reports to unitholders and other unitholder communications; a reasonable allocation of salaries, benefits and consulting fees; independent directors of the Manager and other administrative expenses and costs incurred in connection with the Fund’s continuous public offering and other obligations. These expenses are allocated by the Manager on a reasonable basis, across all of the Harvest Portfolios Group Inc. Funds, and series of each applicable fund. These expenses were \$27,793 for the year ended December 31, 2016 (2015 - \$25,451) and are included in the unitholder reporting costs on the Statements of Comprehensive Income (Loss) in the financial statements.

HARVEST Banks & Buildings Income Fund

RECOMMENDATION OR REPORTS BY THE INDEPENDENT REVIEW COMMITTEE

As noted in the “Recent Developments” section above, effective January 16, 2017, the Manager will assume the investment management responsibilities of the Fund. This matter was brought to the attention of the IRC on November 1, 2016 and the committee resolved that the change provides a fair and reasonable result for the Fund.

FINANCIAL HIGHLIGHTS

The following tables present selected key financial information about the Fund and are intended to help you understand the Fund’s financial performance for the year ended December 31, 2016 and past periods. This information is derived from the Fund’s annual financial statements and past audited annual financial statements.

THE FUND’S NET ASSETS PER UNIT – SERIES R					
	2016	2015	2014	2013	2012
Net assets - beginning of year²	\$ 13.63	\$ 14.06	\$ 13.42	\$ 12.48	\$ 11.60
Increase (decrease) from operations					
Total revenue	0.66	0.42	0.42	0.37	0.41
Total expenses	(0.39)	(0.36)	(0.35)	(0.32)	(0.34)
Realized gains (losses) for the year	0.54	1.80	1.13	0.68	0.81
Unrealized gains (losses) for the year	1.11	(1.46)	0.30	1.06	0.91
Total increase (decrease) from operations¹	\$ 1.92	\$ 0.40	\$ 1.50	\$ 1.79	\$ 1.79
Distributions³					
From net investment income	(0.09)	-	-	-	-
From capital gains	-	(0.60)	-	-	-
Return of capital	(0.75)	(0.24)	(0.84)	(0.84)	(0.84)
Total annual distributions³	\$ (0.84)	\$ (0.84)	\$ (0.84)	\$ (0.84)	\$ (0.84)
Net assets - end of year^{1, 7}	\$ 14.94	\$ 13.63	\$ 14.06	\$ 13.42	\$ 12.46

THE FUND’S NET ASSETS PER UNIT – SERIES A					
	2016	2015	2014	2013	2012
Net assets - beginning of year²	\$ 13.22	\$ 13.77	\$ 13.25	\$ 12.43	\$ 11.60
Increase (decrease) from operations					
Total revenue	0.64	0.41	0.41	0.37	0.41
Total expenses	(0.50)	(0.45)	(0.44)	(0.43)	(0.36)
Realized gains (losses) for the year	0.51	1.75	1.11	0.73	0.72
Unrealized gains (losses) for the year	0.95	(1.42)	0.26	0.96	0.39
Total increase from operations¹	\$ 1.60	\$ 0.29	\$ 1.34	\$ 1.63	\$ 1.16
Distributions³					
From net investment income	(0.05)	-	-	-	-
From capital gains	-	(0.82)	-	-	-
Return of capital	(0.79)	(0.02)	(0.84)	(0.84)	(0.84)
Total annual distributions³	\$ (0.84)	\$ (0.84)	\$ (0.84)	\$ (0.84)	\$ (0.84)
Net assets - end of year^{1, 7}	\$ 14.32	\$ 13.22	\$ 13.77	\$ 13.25	\$ 12.42

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THE FUND'S NET ASSETS PER UNIT – SERIES F					
	2016	2015	2014	2013	2012
Net assets - beginning of year ²	\$ 14.26	\$ 14.52	\$ 13.70	\$ 12.63	\$ 11.63
Increase (decrease) from operations					
Total revenue	0.68	0.43	0.43	0.39	0.41
Total expenses	(0.34)	(0.21)	(0.21)	(0.23)	(0.21)
Realized gains (losses) for the year	0.64	1.85	1.13	0.81	0.76
Unrealized gains (losses) for the year	1.37	(1.49)	0.27	0.86	0.59
Total increase from operations¹	\$ 2.35	\$ 0.58	\$ 1.62	\$ 1.83	\$ 1.55
Distributions³					
From net investment income	(0.17)	-	-	-	-
From capital gains	-	(0.84)	-	-	-
Return of capital	(0.67)	-	(0.84)	(0.84)	(0.84)
Total annual distributions³	\$ (0.84)	\$ (0.84)	\$ (0.84)	\$ (0.84)	\$ (0.84)
Net assets - end of year^{1, 7}	\$ 15.75	\$ 14.26	\$ 14.52	\$ 13.70	\$ 12.62

THE FUND'S NET ASSETS PER UNIT – SERIES D			
	2016	2015	2014
Net assets - beginning of year ²	\$ 13.77	\$ 14.14	\$ 13.81
Increase (decrease) from operations			
Total revenue	0.56	0.46	0.19
Total expenses	(0.37)	(0.21)	(0.11)
Realized gains (losses) for the year	1.15	1.17	0.21
Unrealized gains (losses) for the year	2.15	(0.40)	0.47
Total increase from operations¹	\$ 3.49	\$ 1.02	\$ 0.76
Distributions³			
Return of capital	(0.84)	(0.84)	(0.42)
Total annual distributions³	\$ (0.84)	\$ (0.84)	\$ (0.42)
Net assets - end of year^{1, 7}	\$ 15.13	\$ 13.77	\$ 14.14

HARVEST Banks & Buildings Income Fund

Series R

RATIOS AND SUPPLEMENTAL DATA	2016	2015	2014	2013	2012
Total net asset value	\$ 5,461,668	\$ 6,306,733	\$ 7,965,541	\$ 9,579,114	\$ 13,288,153
Number of units outstanding	365,649	462,797	566,675	713,792	1,064,817
Management expense ratio ⁴	2.85%	2.57%	2.50%	2.51%	2.78%
Management expense ratio before waivers or absorptions ⁴	2.85%	2.57%	2.51%	2.51%	2.78%
Trading expense ratio ⁵	0.08%	0.14%	0.08%	0.10%	0.20%
Portfolio turnover rate ⁶	10.23%	26.33%	8.09%	33.91%	48.83%
Net asset value per unit	\$ 14.94	\$ 13.63	\$ 14.06	\$ 13.42	\$ 12.48

Series A

RATIOS AND SUPPLEMENTAL DATA	2016	2015	2014	2013	2012
Total net asset value	\$ 6,507,514	\$ 9,119,811	\$ 11,313,543	\$ 14,143,047	\$ 9,190,296
Number of units outstanding	454,319	689,629	821,882	1,067,273	739,087
Management expense ratio ⁴	3.81%	3.32%	3.25%	3.38%	2.98%
Management expense ratio before waivers or absorptions ⁴	3.81%	3.37%	3.42%	3.50%	3.81%
Trading expense ratio ⁵	0.08%	0.14%	0.08%	0.10%	0.20%
Portfolio turnover rate ⁶	10.23%	26.33%	8.09%	33.91%	48.83%
Net asset value per unit	\$ 14.32	\$ 13.22	\$ 13.77	\$ 13.25	\$ 12.43

Series F

RATIOS AND SUPPLEMENTAL DATA	2016	2015	2014	2013	2012
Total net asset value	\$ 1,968,823	\$ 1,554,410	\$ 1,798,342	\$ 1,933,833	\$ 608,262
Number of units outstanding	124,982	108,972	123,847	141,152	48,147
Management expense ratio ⁴	2.41%	1.49%	1.49%	1.74%	1.74%
Management expense ratio before waivers or absorptions ⁴	2.41%	1.78%	1.90%	2.11%	2.42%
Trading expense ratio ⁵	0.08%	0.14%	0.08%	0.10%	0.20%
Portfolio turnover rate ⁶	10.23%	26.33%	8.09%	33.91%	48.83%
Net asset value per unit	\$ 15.75	\$ 14.26	\$ 14.52	\$ 13.70	\$ 12.63

HARVEST Banks & Buildings Income Fund

Series D

RATIOS AND SUPPLEMENTAL DATA	2016		2015		2014	
Total net asset value	\$	133,757	\$	29,011	\$	1,584
Number of units outstanding		8,839		2,107		112
Management expense ratio ⁴		2.64%		1.51%		1.66%
Management expense ratio before waivers or absorptions ⁴		2.64%		2.16%		2.50%
Trading expense ratio ⁵		0.08%		0.14%		0.16%
Portfolio turnover rate ⁶		10.23%		26.33%		8.09%
Net asset value per unit	\$	15.13	\$	13.77	\$	14.14

Explanatory Notes:

1. Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the reporting period. It is not intended that the Fund's net assets per unit table act as a continuity of opening and closing net assets per unit.
2. Net assets, at the commencement of operations was \$11.17, net of agents' commissions and issuance costs of \$0.83 per unit. On conversion to a mutual fund ("Conversion Day"), all Fund units were exchanged one-for-one into Series R, at an NAV of \$11.27. Series A, Series F and Series D commenced operations on October 22, 2011, October 27, 2011 and July 9, 2014 respectively.
3. Distributions were paid in cash until Conversion Day, after which, an automatic reinvestment or cash option was made available.
4. Management expense ratio ("MER") is based on total expenses (excluding commissions and other portfolio transaction costs) of the stated period and is expressed as an annualized percentage of daily average net asset value during the period.
5. The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.
6. The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate, the greater the trading costs payable by the Fund and the greater the chance of an investor receiving taxable capital gains. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.
7. Amounts reported for the 2016 to 2013 periods are reported in accordance with International Financial Reporting Standards. All other prior periods are reported under Canadian generally accepted accounting principles.

Past Performance

The performance information presented herein assumes all dividends of the Fund during the years presented were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemptions, or other charges that would have reduced returns or affected performance. Past performance of the Fund is not necessarily indicative of how it will perform in the future.

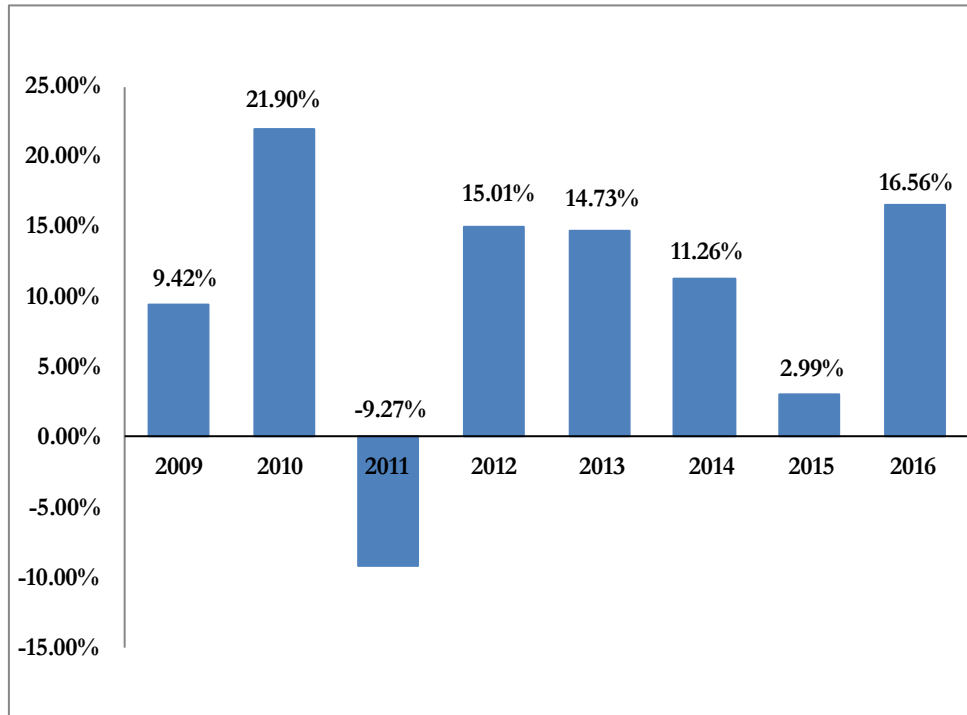
HARVEST Banks & Buildings Income Fund

YEAR-BY-YEAR RETURNS

The following charts present the Fund's performance for each of the years shown and illustrate how the Fund's performance varied for Series R, Series A, Series F and Series D. The charts show, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Fund Performance

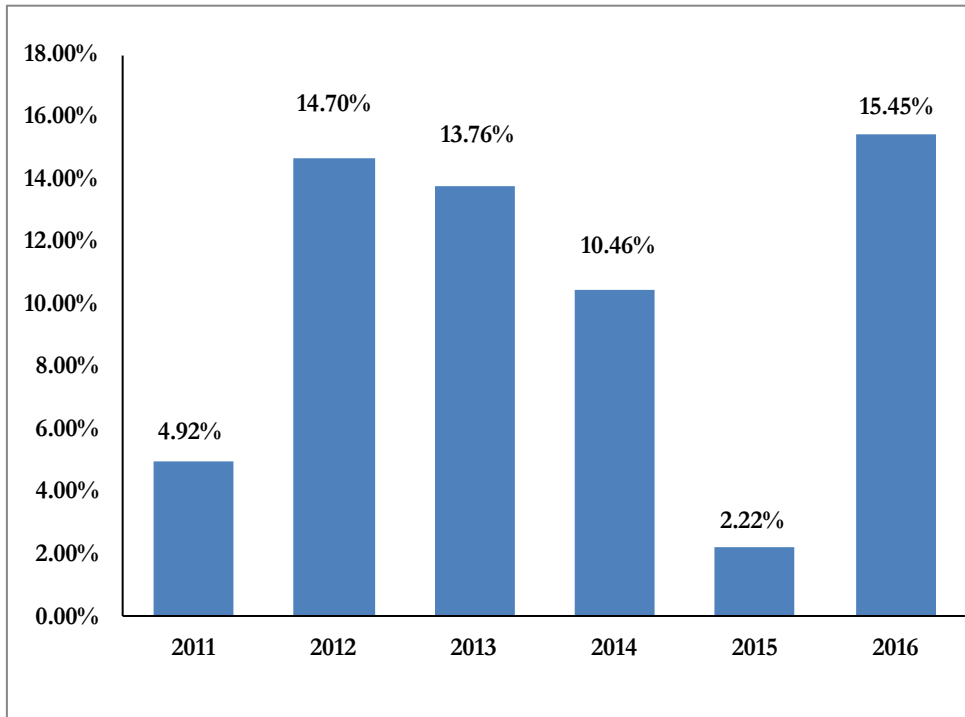
Series R



2009 represents the period from October 23 to December 31.

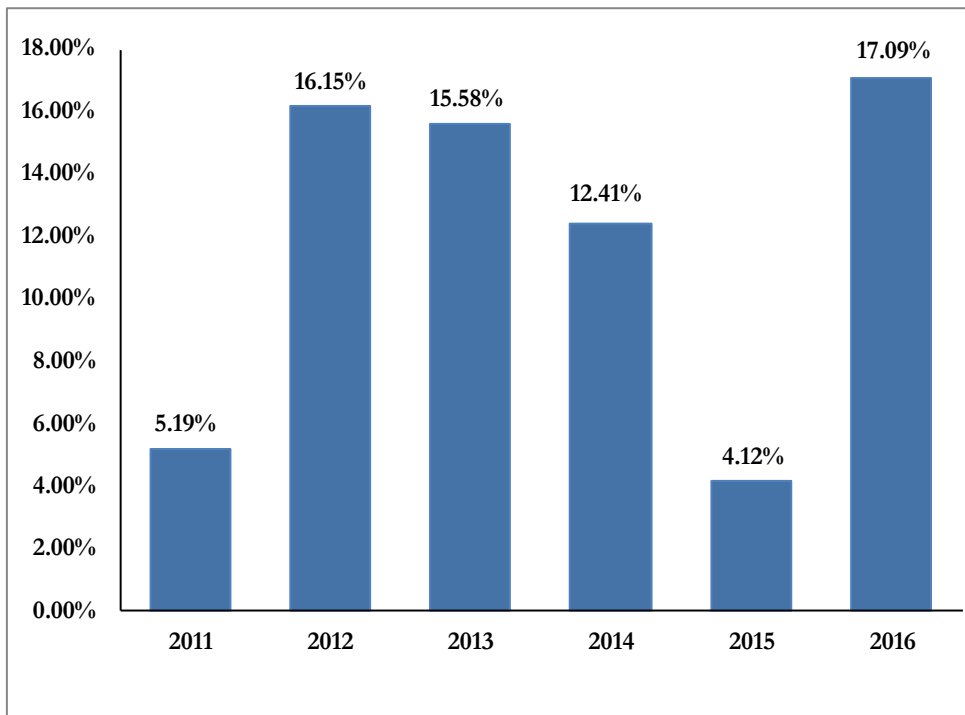
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Series A



2011 represents the period from October 18 to December 31.

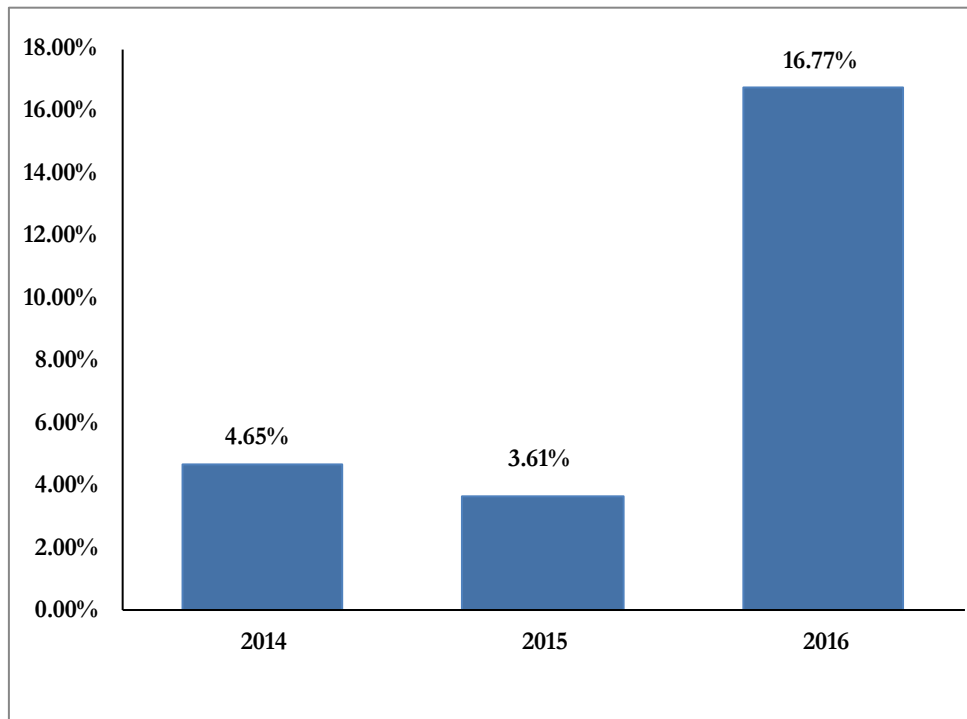
Series F



2011 represents the period from October 18 to December 31.

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Series D



2014 represents the period from July 9 to December 31.

HARVEST Banks & Buildings Income Fund

ANNUAL COMPOUND RETURNS

The following table shows the annual compound returns for the Fund. All returns are in Canadian dollars, on a total return basis, net of fees.

For comparison purposes, a blended benchmark of the S&P/TSX Composite Index (the “Index”) is used. This blended benchmark is comprised of a 50% sector weighting of the S&P/TSX Financial Index and a 50% sector weighting of the S&P/TSX Real Estate Index. The Index is a capitalization-weighted index that measures market activity of a universe of stocks traded on the Toronto Stock Exchange. The sector weightings are comprised of the universe of stocks identified in the Financials sub sector.

While the Fund uses this benchmark for long-term performance comparisons, it is not managed relative to the composition of the Index. As a result, the Fund may experience periods when its performance is not aligned with the Index, either positively or negatively. The return of the Index is calculated without the deduction of management fees and fund expenses whereas the performance of the Fund is calculated after deducting such fees and expenses. Please see the “Results of Operations” section of this report for a discussion on recent performance.

Investment Return %	1 Year	3 Years	5 Years	10 Years	Since Inception
Fund Performance Series R (%)*	16.56	10.13	12.00	-	11.11
50% S&P/TSX Financial, 50% S&P/TSX Real Estate (%)*	21.14	9.67	10.96	-	12.24
Fund Performance Series A (%)	15.45	9.24	11.21	-	11.78
Fund Performance Series F (%)	17.09	11.08	12.97	-	13.54
50% S&P/TSX Financial, 50% S&P/TSX Real Estate (%)	21.14	9.67	10.96	-	11.54
Fund Performance Series D (%)	16.77	-	-	-	9.78
50% S&P/TSX Financial, 50% S&P/TSX Real Estate (%)	21.14	-	-	-	7.68

*Since inception October 23, 2009

HARVEST Banks & Buildings Income Fund

SUMMARY OF INVESTMENT PORTFOLIO

The Portfolio by category chart below provides a portfolio breakdown based on the total transactional net asset value of the Fund's portfolio holdings. A detailed breakdown of the Fund's holdings is available in the "Schedule of Investments" section of the Fund's annual financial statements.

As at December 31, 2016

Top Holdings	% of Net Asset Value	Yield (%)
Sun Life Financial Inc.	7.3	2.9
Cash and other assets and liabilities	7.1	N/A
Bank of America Corporation	7.0	0.9
Royal Bank of Canada	6.5	3.7
Inter Pipeline, Ltd.	6.3	5.0
The Toronto-Dominion Bank	6.3	3.3
JPMorgan Chase & Co.	5.8	2.0
Brookfield Renewable Energy Partners LP	5.7	4.2
Wells Fargo & Company	5.5	2.7
Bank of Montreal	5.5	3.5
SunTrust Banks, Inc.	5.0	1.7
Smart Real Estate Investment Trust	4.6	5.0
First Capital Realty Inc.	4.4	4.2
The Bank of Nova Scotia	4.2	3.9
Manulife Financial Corporation	3.7	2.9
Mainstreet Equity Corp.	2.6	0.0
Killam Apartment Real Estate Investment Trust	2.5	5.0
Pure Industrial Real Estate Trust	2.4	5.5
Slate Retail REIT	2.1	6.7
Timbercreek Financial Corp.	2.1	8.7
Crombie Real Estate Investment Trust	1.5	6.6
Allied Properties Real Estate Investment Trust	1.3	4.1
BTB Real Estate Investment Trust	0.6	9.4
	100.0	

This summary of investment portfolio may change due to the ongoing portfolio transactions of the Fund. Quarterly updates of the Fund's investment portfolio are available from Harvest Portfolios Group Inc. at www.harvestportfolios.com.

HARVEST Banks & Buildings Income Fund

SECTOR ALLOCATION

Sector	% of Net Asset Value
Banking and Other Financial Issuers	58.9
Real Estate Issuers	22.0
Cash and other assets and liabilities	7.1
Pipeline Issuers	6.3
Utility Issuers	5.7
Total	100.0

GEOGRAPHIC ALLOCATION

Country of Issue	% of Net Asset Value
Canada	75.1
United States of America	24.9
Total	100.0

HARVEST Banks & Buildings Income Fund

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CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This document may contain forward-looking statements relating to anticipated future events, results, circumstances, performance or expectations that are not historical facts but instead represent our beliefs regarding future events. By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions and other forward-looking statements will not prove to be accurate. We caution readers of this document not to place undue reliance on our forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed or implied in the forward-looking statements. Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons, including but not limited to market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the Fund may invest and the risks detailed from time to time in the Fund's simplified prospectus or offering memorandum. We caution that the foregoing list of factors is not exhaustive and that when relying on forward-looking statements to make decisions with respect to investing in the Fund, investors and others should carefully consider these factors, as well as other uncertainties and potential events, and the inherent uncertainty of forward-looking statements. Due to the potential impact of these factors, the Fund does not undertake, and specifically disclaims, any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless required by applicable law.