



<b>Symbol:</b> TDH BX	<b>Asset Class:</b> Fixed Income	<b>Style:</b> Active Fundamental	<b>Inception:</b> 03/21/2013	<b>CUSIP:</b> 87237U642
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Fund Commentary<sup>1</sup>

As of September 30, 2017

**Market Recap:** The U.S. High Yield market posted gains in Q3 driven by lower rated bonds. The strongest industries were Energy, Utilities, Commercial Services and Materials while Food, Telecom and Consumer Products lagged. The portfolio advisor believes that US economic growth should continue to be moderate over the mid-term and that the US Federal Reserve will gradually but relatively slowly raise rates and reduce its holdings of Treasuries. The rate of global growth should remain stable with services, infrastructure spending and technology contributing the most. Default rate in U.S. High Yield should remain relatively low at recent 1.5% levels. However, the portfolio advisor also believes that some industries are undergoing significant change or are later in the credit cycle than others. In addition, some issuers will likely lever up to pursue shareholder friendly activities. While High Yield valuations are supported by low default rate environment, some of the above mentioned dynamics continue to keep us very selective resulting in more conservative fund positioning than the broader market.

**Performance Summary:** The portfolio advisor remains disciplined in following their investment philosophy and focus on issuers who can comfortably support their fixed obligations over cycle, have improving credit profiles and higher than average liquidity. To manage risks, the Fund is broadly diversified by industry, the overall quality of the Fund's holdings is higher than that of the benchmark, and its duration is shorter.

Investment Overview

**Investment Objective:** The TD High Yield Bond Fund ("Fund") seeks to provide high current income.

**Portfolio Management:**

Gregory Kocik, CFA  
*Managing Director*  
Industry Experience: 27 years

Shawna Millman  
*Vice President & Director*  
Industry Experience: 17 years

**Benchmark:** Bank of America Merrill Lynch BB-B U.S. High Yield Index

**Gross Expense Ratio<sup>3</sup>:**  
3.14%

**Net Expense Ratio<sup>3,4</sup>:**  
0.70%

**Actual Expense Ratio<sup>3</sup>:**  
0.70%

Historical performance (%) <sup>1</sup>

	1 mos.	3 mos.	1 yr.	3 yrs.	5 yrs.	10 yrs.	Since Inception
Fund	0.45	1.27	5.68	4.83	-	-	4.54
Benchmark <sup>2</sup>	0.78	1.94	7.95	5.78	-	-	5.56

Calendar year returns (%)

	YTD	2016	2015	2014	2013
Fund	3.65	13.89	-3.15	3.46	
Benchmark <sup>2</sup>	6.59	14.75	-2.86	3.47	

*Performance information represents past performance and does not guarantee future results. Current performance may be higher or lower than the performance data cited. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. For performance information current to the most recent month end, please visit [www.tdamusa.com](http://www.tdamusa.com). Performance greater than one year is annualized.*

*Before investing you should carefully read the prospectus and/or the summary prospectus and carefully consider the investment objectives, risks, charges and expenses of the Fund. The prospectus and the summary prospectus contain this and other information about the Fund and may be obtained by calling 1-866-416-4031.*

SECURITIES AND INVESTMENTS		
NOT FDIC INSURED	NO BANK GUARANTEE	MAY LOSE VALUE



## Important Information

1. All information provided within this document is current as of the date indicated on the first page unless otherwise specified and is subject to change. Source: TD Asset Management.
2. Benchmark performance is not impacted by fees. There are no fees for the benchmark as one cannot invest in an index.
3. Gross Expense and Net Expense Ratios are taken from the most recent prospectus. Actual Expense Ratio is historical and annualized based on the six-month period ending July 31, 2017 as calculated in the most recent semi-annual or annual report. The Net Expense Ratio represents the amount that will be paid by the investor.
4. The Adviser has contractually agreed to waive fees and reimburse expenses at least through May 31, 2019.

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## Investment Risks

Bonds and bond funds are subject to interest rate risk and will decline in value as interest rates rise. High yield bonds involve greater risks of default or downgrade and are more volatile than investment grade securities, due to the speculative nature of their investments. In addition to the normal risks associated with investing, international investments may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principles or from social, economic or political instability in other nations. Emerging markets involve heightened risks related to the same factors as well as increased volatility and lower trading volume. The Fund may invest in derivatives, which are often more volatile than other investments and may magnify the Fund's gains or losses. Not FDIC Insured • May Lose Value • No Bank Guarantee.

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