

This interim management report of fund performance contains financial highlights but does not contain either the interim financial report or annual financial statements of the investment fund. You can get a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling toll free: 1.877.539.5743 by writing to us at 400, 407-8th Avenue SW, Calgary AB T2P 1E5 or by visiting our website at www.matcofinancialinc.com or SEDAR at www.sedar.com.

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

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

This interim management of fund performance presents management's view of the significant factors and developments during the period that have affected the Fund's performance and outlook. In this report, "Matco" refers to Matco Financial Inc., the Manager of the Fund.

Investment Objective and Strategies

The objective of the Matco Canadian Equity Class (the "Fund") is to achieve superior risk-adjusted returns through long-term capital appreciation by investing primarily in securities of mid to large market capitalization Canadian companies with strong fundamentals. This Fund utilizes Matco's investment management expertise with an overlay of non-proprietary management in pursuit of a Growth at a Reasonable Price (GARP) style. Matco seeks to maintain a portfolio that is well diversified between sectors, style and market capitalization. The Fund will generally be 100% exposed to stocks.

Risk

The overall and specific risks of investing in the Fund are as described in the Fund's Simplified Prospectus dated June 23, 2018. There were no material changes to the Fund during the period that affected the overall level of risk associated with an investment in the Fund.

Results of Operations

The risk on trade from 2017 gained momentum as we entered 2018, but the optimism quickly faded. The S&P/TSX Composite Total Return Index (the "S&P/TSX") dropped 9.0% from its peak in January to its trough in February. The Fund (Series F), and the S&P/TSX both finished the first quarter in negative territory, -4.8% and -4.5%, respectively. In the second quarter, Fund (Series F) delivered strong absolute performance, but on a relative basis, underperformed the S&P/TSX (+6.8%) by 220 basis points returning 4.6%. The underperformance was the result of negative security selection, which was partially offset by positive sector allocation. Despite a strong performance in the second quarter and hitting a record high in June, the S&P/TSX is essentially flat on a year-to-date basis. The primary sources of volatility have been an escalating trade war between the world's two largest economies, which has spread to other economies, rising bond yields in North America and an appreciating U.S. dollar.

Throughout the summer, we expect trade wars, bond yields and the U.S. dollar to continue to make headlines, as such, we have increased the Fund's cash position to brace for volatility. During the second quarter, the Fund exited its positions in ARC Resources Ltd. (ARX), Bank of Montreal (BMO), Labrador Iron Ore Royalty Corporation (LIF), Manulife Financial Corporation (MFC), Peyto

Exploration & Development Corp. (PEY) and decreased its position in Constellation Software Inc. (CSU).

The Fund earned investment income from dividends of \$1.7 million (period ended June 30, 2017 - \$1.2 million) and provided an increase in net assets attributable to holders of redeemable shares of \$120,348 (period ended June 30, 2017 - decrease \$1.1 million) for the period.

The Fund experienced no unusual trends in redemptions or sales. The fund had no significant changes in the components of revenue or expenses.

Recent Developments

Although we expect equity markets to finish the year higher, several factors could drive equity markets lower over the short-term. The U.S. has declared a trade war with several countries, including Canada. After the U.S. imposed tariffs on Canadian aluminum and steel, Canada retaliated with tariffs on approximately \$12.8 billion of U.S. goods. We expect counter-tariffs from the U.S., possibly targeting Canada's auto industry. Assuming the trade war doesn't result in any casualties, one additional hike in Canada and two additional hikes in the U.S. are probable, paving the way for the U.S. dollar to appreciate further. Higher interest rates in Canada and the U.S. will lead to higher bond yields, making equities relatively less attractive. In addition to trade wars, higher bond yields and a stronger U.S. dollar, the U.S. mid-term elections in November will likely cause anxiety for some investors. With that said, 2018 could be a repeat of 2017 for the S&P/TSX, where a majority of the return was generated in the fourth quarter.

Related Party Transactions

Management Fees

Matco provides the Fund with investment management services, including managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements for the purchase and sale of the investment portfolio and providing other services. In return, Matco receives a management fee based on the net assets of the Fund, calculated on a daily basis.

For the period ended June 30, 2018, the Fund incurred management fees payable to Matco of \$76,013 (including sales taxes) (period ended June 30, 2017 - \$121,897).

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance over the most recent period.

The Fund's Net Assets per Unit ⁽¹⁾⁽²⁾⁽³⁾⁽⁴⁾

SERIES A	2018	2017	2016	2015	2014	2013
Net assets, beginning of period/year⁽¹⁾⁽²⁾	11.47	11.08	9.97	10.58	10.19	8.96
Increase (decrease) from operations⁽²⁾:						
Total revenue	0.20	0.37	0.31	0.33	0.32	0.34
Total expenses	(0.11)	(0.23)	(0.22)	(0.22)	(0.24)	(0.21)
Net realized gains (losses)	0.76	0.56	0.56	0.45	1.10	(0.01)
Net unrealized gains (losses)	(0.94)	0.20	0.14	(0.83)	0.06	1.42
Total increase (decrease) from operations⁽³⁾:	(0.09)	0.90	0.79	(0.27)	1.12	1.54
Distributions⁽³⁾:						
From net investment income (excluding dividends)	—	—	—	—	—	—
From dividends	—	(0.33)	(0.27)	(0.28)	(0.39)	(0.31)
From capital gains	—	(0.23)	—	—	—	—
Return of capital	—	—	—	—	—	—
Total distributions:	—	(0.56)	(0.27)	(0.28)	(0.39)	(0.31)
Net assets, end of period/year	11.38	11.47	11.08	9.97	10.58	10.19

Ratios and Supplemental Data

Total net asset value ⁽⁵⁾	\$87,918	\$130,255	\$136,831	\$353,302	\$613,555	\$744,600
Number of shares outstanding ⁽⁵⁾	7,723	11,357	12,351	35,444	58,000	73,036
Management expense ratio ⁽⁶⁾	1.92%	1.96%	1.96%	1.93%	2.09%	2.16%
Management expense ratio before absorptions ⁽⁶⁾	1.92%	1.96%	1.96%	1.93%	2.09%	2.16%
Portfolio turnover rate ⁽⁷⁾	25.34%	49.80%	64.31%	61.14%	51.78%	34.88%
Trading expense ratio ⁽⁸⁾	0.11%	0.12%	0.13%	0.09%	0.12%	0.05%
Net asset value per share	\$11.38	\$11.47	\$11.08	\$9.97	\$10.58	\$10.19

SERIES F	2018	2017	2016	2015	2014	2013
Net assets, beginning of period/year⁽¹⁾⁽²⁾	12.05	11.55	10.32	10.88	10.40	9.06
Increase (decrease) from operations⁽²⁾:						
Total revenue	0.21	0.39	0.33	0.34	0.32	0.35
Total expenses	(0.07)	(0.16)	(0.15)	(0.15)	(0.16)	(0.14)
Net realized gains (losses)	1.02	0.58	0.64	0.39	0.81	(0.03)
Net unrealized gains (losses)	(1.11)	0.25	0.67	(0.83)	(0.29)	1.46
Total increase (decrease) from operations⁽³⁾:	0.05	1.06	1.49	(0.25)	0.68	1.64
Distributions⁽³⁾:						
From net investment income (excluding dividends)	—	—	—	—	—	—
From dividends	—	(0.34)	(0.28)	(0.29)	(0.30)	(0.32)
From capital gains	—	(0.24)	—	—	—	—
Return of capital	—	—	—	—	—	—
Total distributions:	—	(0.58)	(0.28)	(0.29)	(0.30)	0.06
Net assets, end of period/year	12.01	12.05	11.55	10.32	10.88	10.40

Ratios and Supplemental Data

Total net asset value ⁽⁵⁾	\$12,584,739	\$23,584,776	\$21,019,238	\$18,450,291	\$27,577,637	\$25,127,010
Number of shares outstanding ⁽⁵⁾	1,048,176	1,956,976	1,819,627	1,787,022	2,534,171	2,415,160
Management expense ratio ⁽⁶⁾	1.17%	1.20%	1.21%	1.26%	1.30%	1.36%
Management expense ratio before absorptions ⁽⁶⁾	1.17%	1.20%	1.21%	1.26%	1.30%	1.36%
Portfolio turnover rate ⁽⁷⁾	25.34%	49.80%	64.31%	61.14%	51.78%	34.88%
Trading expense ratio ⁽⁸⁾	0.11%	0.12%	0.13%	0.09%	0.12%	0.05%
Net asset value per share	\$12.01	\$12.05	\$11.55	\$10.32	\$10.88	\$10.40

SERIES N	2018
Net assets, beginning of period/year⁽¹⁾⁽²⁾	—
Increase (decrease) from operations⁽²⁾:	
Total revenue	—
Total expenses	—
Net realized gains (losses)	—
Net unrealized gains (losses)	(2.00)
Total increase (decrease) from operations⁽²⁾:	(2.00)
Distributions⁽³⁾:	
From net investment income (excluding dividends)	—
From dividends	—
From capital gains	—
Return of capital	—
Total distributions:	—
Net assets, end of period/year	10.31
Ratios and Supplemental Data	
Total net asset value ⁽⁵⁾	\$10
Number of shares outstanding ⁽⁵⁾	1
Management expense ratio ⁽⁶⁾	0.00%
Management expense ratio before absorptions ⁽⁶⁾	0.00%
Portfolio turnover rate ⁽⁷⁾	25.34%
Trading expense ratio ⁽⁸⁾	0.11%
Net asset value per share	\$10.31

SERIES O	2018	2017	2016	2015	2014	2013
Net assets, beginning of period/year⁽¹⁾⁽²⁾	13.89	13.19	11.66	12.16	11.50	9.92
Increase (decrease) from operations⁽²⁾:						
Total revenue	0.24	0.46	0.37	0.39	0.36	0.39
Total expenses	(0.01)	(0.04)	(0.04)	(0.04)	(0.05)	(0.04)
Net realized gains (losses)	0.97	0.66	0.72	0.15	0.83	(0.06)
Net unrealized gains (losses)	(1.19)	0.40	0.97	(0.74)	(0.38)	1.73
Total increase (decrease) from operations⁽²⁾:	0.01	1.48	2.02	(0.24)	0.76	2.02
Distributions⁽³⁾:						
From net investment income (excluding dividends)	—	—	—	—	—	—
From dividends	—	(0.40)	(0.32)	(0.33)	(0.28)	(0.35)
From capital gains	—	(0.28)	—	—	—	—
Return of capital	—	—	—	—	—	—
Total distributions:	—	(0.68)	(0.32)	(0.33)	(0.28)	(0.35)
Net assets, end of period/year	13.91	13.89	13.19	11.66	12.16	11.50
Ratios and Supplemental Data						
Total net asset value ⁽⁵⁾	\$77,965,105	\$79,825,309	\$63,968,584	\$38,114,403	\$28,535,598	\$22,072,422
Number of shares outstanding ⁽⁵⁾	5,604,493	5,747,073	4,851,116	3,267,908	2,345,560	1,917,893
Management expense ratio ⁽⁶⁾	0.11%	0.15%	0.16%	0.20%	0.25%	0.31%
Management expense ratio before absorptions ⁽⁶⁾	0.11%	0.15%	0.16%	0.20%	0.25%	0.31%
Portfolio turnover rate ⁽⁷⁾	25.34%	49.80%	64.31%	61.14%	51.78%	34.88%
Trading expense ratio ⁽⁸⁾	0.11%	0.12%	0.13%	0.09%	0.12%	0.05%
Net asset value per share	\$13.91	\$13.89	\$13.19	\$11.66	\$12.16	\$11.51

(1) This information is derived from the Fund's audited annual and unaudited semi-annual and annual financial statements. Per share amounts are for the periods for increases (decreases) and points in time for distributions, as applicable, and are not intended to be a reconciliation of opening and closing net assets.

(2) Net assets and distributions are based on the actual number of shares outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period.

(3) Distributions were paid in cash/reinvested in additional shares of the Fund, or both.

(4) The information is prepared in accordance with IFRS which uses the last trade price for investments that are traded in an active market where quoted prices are readily and regularly available. For investments that are not traded in an active market, the Fund uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

(5) This information is provided as at the year shown, except June 30, 2018 which is for the six months year ended, as applicable.

(6) Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(7) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate 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 in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

(8) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

Management Fees

The annual management fee rates, exclusive of sales taxes, are 1.75%, 1.00% and 0.50% for Series A, F and N respectively. No management fees are charged directly to Series O.

During the period ended June 30, 2018, management fees totaled \$76,013 (including sales taxes) (period ended June 30, 2017 - \$121,897). Included in liabilities at June 30, 2018 is \$10,670 (December 31, 2017 - \$20,450) in respect of these fees.

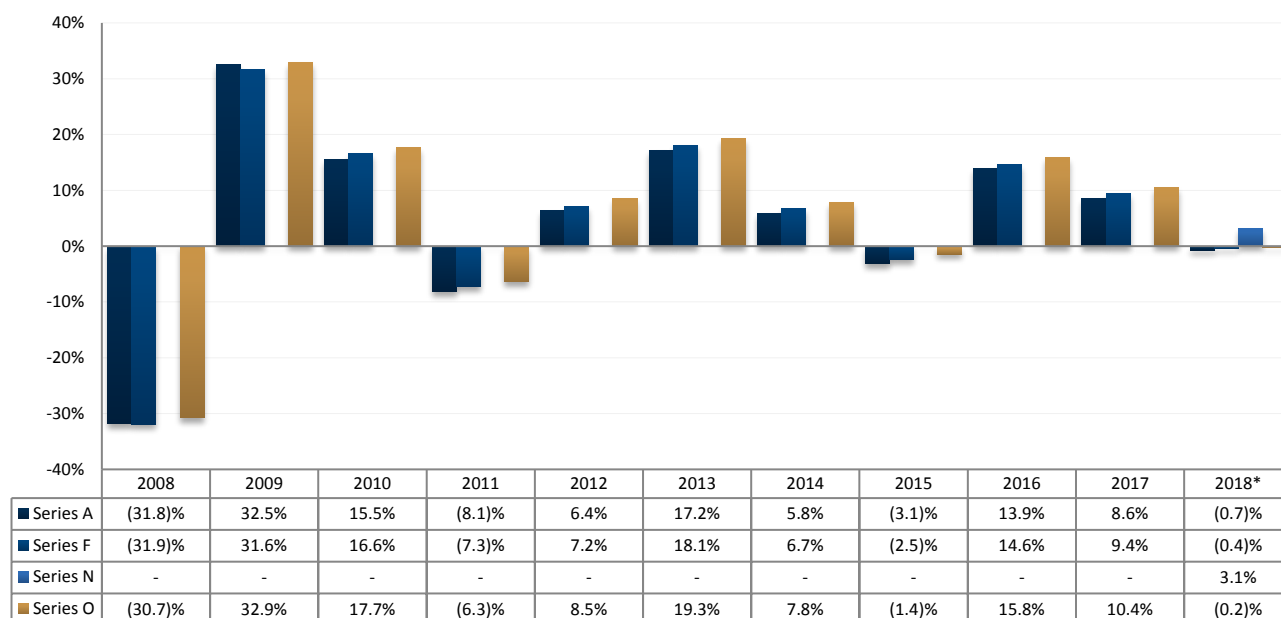
All management fees were applied to cover portfolio management and other services provided to the Fund by the Manager. No such fees were used to pay for external portfolio advisory fees, trailing or other sales commissions.

PAST PERFORMANCE

This section shows how the Fund has performed in the past. The performance information shown assumes that all distributions made by the investment fund in the periods shown were reinvested in additional securities of the Fund. The performance information does not take into account: sales, redemption, and distribution or other optional charges, that would have reduced returns or performance. The past performance of the Fund is not necessarily an indication of how it will perform in the future.

Year-By-Year Returns

The bar charts that follow show the performance of each series of the Fund for the ten most recently completed financial years. The charts show, in percentage terms, how an investment made on January 1 would have increased or decreased by December 31st of the fiscal year (except for 2018 as noted below).



Annual Compound Returns

	Series A	Series F	Series N	Series O	S&P/TSX Composite Total Return Index
6 Month*	(0.7)%	(0.4)%	-	0.2%	1.9%
1 Year	10.0%	10.8%	-	11.9%	10.4%
3 Year	5.5%	6.3%	-	7.4%	7.0%
5 Year	7.8%	8.6%	-	9.8%	9.2%
10 Year	3.9%	4.5%	-	5.7%	4.2%
Since Inception	-	-	3.1%	-	7.3%

*The rate of return for 2018 is for the six months ended June 30, 2018 except for Series N, which is from February 6, 2018 to June 30, 2018.

Since inception values are only reported for Series N as all other series have more than 10 years of available data.

SUMMARY OF INVESTMENT PORTFOLIO

Sector Allocation	% of Net Asset Value
Financials	24.6
Energy	13.0
Cash	12.7
Consumer Discretionary	9.6
Industrials	9.5
Materials	9.1
Information Technology	6.6
Consumer Staples	5.7
Telecommunication Services	5.6
Real Estate	3.3
Other net assets (liabilities)	0.3

Top 25 Holdings	% of Net Asset Value
Cash	12.7
National Bank of Canada	4.3
Suncor Energy Inc.	4.2
Whitecap Resources Inc.	3.9
Quebecor Inc.	3.8
Norbord Inc.	3.7
Maxar Technologies Ltd.	3.6
Royal Bank of Canada	3.6
Transcontinental Inc.	3.5
Constellation Software Inc.	3.4
Dream Global Real Estate Investment Trust	3.3
Canadian Western Bank	3.3
Rogers Communications Inc.	3.2
Evertz Technologies Ltd.	3.2
North West Co., Inc.	3.0
Dollarama Inc.	3.0
Russel Metals Inc.	3.0
Great-West Lifeco Inc.	3.0
Bank of Nova Scotia	3.0
Chorus Aviation Inc.	2.8
Cogeco Inc.	2.8
Metro Inc.	2.7
Canadian Imperial Bank of Commerce	2.6
Intertape Polymer Group Inc.	2.5
BCE Inc.	2.3
Total Net Asset Value	\$90,637,772

A NOTE ON FORWARD LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

We stress that the above-mentioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.