Caldwell Investment Management Ltd.

Independent Investment Managers

Semi-Annual Management Report of Fund Performance

For the Period Ended June 30, 2017

Clearpoint Short Term Income Fund

This semi-annual management report of fund performance contains financial highlights, but does not contain the complete semi-annual financial statements of the investment fund. You may obtain a copy of the semi-annual financial statements at your request, free of charge, by calling 1-800-256-2441, by writing to us at Caldwell Investment Management Ltd., 150 King Street West, Suite 1702, P.O. Box 47, Toronto, ON M5H 1J9 or by visiting our website at www.caldwellinvestment.com or SEDAR at www.sedar.com.

Securityholders may also contact us by 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.

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Management Discussion of Fund Performance

Investment Objective and Strategies

Investment Objective
The Fund seeks to provide income while preserving capital and maintaining liquidity, by investing primarily in a diverse portfolio of North American publicly traded corporate bonds and asset-backed securities with a term to maturity of five years or less.

Unitholder approval is required prior to a change in the fundamental investment objective of the Fund.

Investment Strategies

The Fund targets to invest and maintain 40% to 60% of its assets in Canada and 40% to 60% of its assets in the United States. However, the Fund may temporary hold assets above or below these ranges in the respective geographical locations at times such as when the Fund is accumulating new positions, phasing out existing positions, and/or responding to market conditions. The Fund is expected to invest 30% to 40% of its portfolio in investment grade debt securities.

The Fund seeks to generate annual returns (net of expenses) in excess of the Fund's Benchmark returns, while reducing risk and preserving capital, by investing in a portfolio of North American corporate debt and asset-backed securities with a term to maturity of five years or less (the "Portfolio"). To the extent that the Fund invests in asset-backed securities, it will primarily invest in publicly traded securities that are backed by commercial accounts receivable. The Portfolio is actively managed by Caldwell with portfolio management input from Cortland Credit Group Inc. as sub-advisor, using a proprietary fixed income investment management platform.

This fixed income investment management platform focuses on the following four tenets in managing the Portfolio:

> Capital Preservation: Across the range of investment strategies utilized by the Fund, securities are selected based on their ability to generate stronger returns on a risk adjusted basis relative to most sectors of the capital markets, thereby providing a lower probability of negative performance. In addition, the Fund's strategies focus on senior and senior secured positions in the capital structure of borrowers, to ensure that in the event of financial distress our clients will be among the first lenders protected and benefit from higher recoveries.

> Steady Income over Time: By diversifying across a broader array of industry sectors and product categories within the asset class, the Fund seeks to increase the reliability of income to investors. As part of its strategy to generate income, the Fund may, subject to the restrictions under the heading "Portfolio Construction" below, invest in factoring instruments.

> Solid Returns relative to Benchmark: By targeting lending strategies where strong risk adjusted returns are available based on solid credit, economic and relative risk analysis and applying

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the selection criteria across a broad market sector and product set, the Fund seeks to generate performance superior to standard benchmarks while providing steady results across cyclical processes. The Fund makes and holds investments in US or Canadian dollars only. The value of investments held in US dollars is hedged to Canadian dollars on a regular basis. The intent is to mitigate the currency risk associated with the portfolio investments;

Providing Diversification: With low correlation to any major asset classes, via the unique return profile of corporate debt, in particular high yield securities which generally carry low sensitivity to general interest rates, as well as internal diversification through the high risk adjusted return strategies employed by the portfolio management team and its institutionally tested approach, the Fund seeks to generate returns that are unrelated to either general market fixed income or equity indexes, providing a source of diversification.

Results of Operations

Performance Highlights:

The Series A units of the Fund began on February 16, 2017. The Series F units of the Fund began on February 16, 2017. Assets under management increased to $ 7,044,938.47

Sub Advisory Comments Q2 Market Commentary Quarterly Highlights

- The Fed plan to slowly raise short rates continues a path we forecast to last 2-5 years.
- The Fed's inventory sales will force longer rates, though slower to follow, up as well.
- Corporate profits maintain strength, bankruptcies remain low, supporting credit sector.
- Performance in the quarter was negatively impacted by concentrated exposure to the auto rental sector and inadequate diversification early in the strategy's development.
- 31% of the portfolio is exposed to IT related industries.

Market Comment

In targeting the short term credit securities for income this portfolio is directly affected by two separate forces in the capital markets – those driving general interest rates and, quite independently, those driving risk premiums for credit. We continue to be bearish on general interest rates while macro data driving credit markets are neutral to positive.

General Interest Rates

One of most important players in all the free market economies is the central bank. In the world's largest economy the Federal Reserve has been quite successful recently in executing its dual mandate – maximizing employment and stabilizing prices. After remarkably steady declines in jobless rates, one of the lowest unemployment rates in the world at 4.4% and inflation that's been held below 2% almost constantly for over 5 years, it is now moving away from easy monetary policy to a more neutral stance. Since December 2015, the US Federal Reserve (the Fed) has been slowly raising the overnight lending rate, its"Fed Funds Rate", moving from 25 basis points at that

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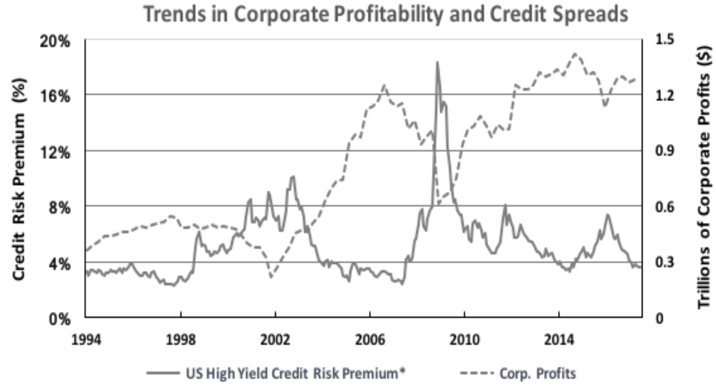
start, to 1.25% set when its Open Market Committee met in June 2017. We see no reason why that slow but steady pace will change in the next 2-3 years.

However, that's just the very short end of the yield curve. At the time of the Fed's December 2015 meeting the yield on the benchmark US 10 year bond was at about 2.30% - almost exactly where it sat at the end of June 2017. The bond market has not been supporting the Fed's agenda and the yield curve flattened. If there's a standoff the most likely outcome is that the Fed will win. The fed currently holds $4.5 trillion in bonds on its balance sheet and has indicated it intends to start reducing its holdings later this year, with longer term yields expected to rise, though slowly and steadily, as a result.

Credit Sector

For credit exposures, there are a number of macro-economic factors supporting a positive outlook, particularly for high yield bonds where the credit risk premium often represents the largest component of total income. Chart 1 tracks over two decades of risk premiums for a major high yield index in the U.S.
While credit spreads are certainly low compared to the dramatic levels seen in the credit crisis and have been declining steadily since late 2011 they have yet to reach the low bands seen in mid '90s and mid '00s. Further these periods of low risk premiums tend to endure for extended periods, with rising premiums and volatility occurring concurrently with periods of declining corporate profitability.

Chart 1
Trends in Corporate Profitability and Credit Spreads



*: Credit Risk Premium defined as the yield increase over the US Treasury yield curve needed to derive the market price of each of the bonds in the high yield index.
Source: Monthly High Yield Index - Barclays; Quarterly corporate profits - US Federal Reserve.

There are several additional macro-level inputs that support our positive outlook on credit markets:

- Bankruptcy rates have declined steadily since June 2009, approaching historical lows.
- Global strength in equities is supported by strong corporate profitability (see Chart 1).
- The volatility index, at all-time lows, is indicative of investor apathy to risk, highlighting ongoing need for diversification.
- Recent Fed lender surveys indicate loan managers are becoming more conservative.

Strategy Results

In April, the Clearpoint Short Term Income Strategy had just 4 positions as we began to execute on the Cortland Credit process. Our initial positions worked well in absolute and relative terms. Although we were under invested we continued to look for ideas that matched our mantra for the Strategy: "return significant income, maintain a very stable NAV". The benchmark also performed well but with increasing volatility.

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In May the Fund was negatively affected by an exposure to Hertz bonds. Despite holding significant cash, Hertz' debt fell due to the used car portion of its company's holdings and the resulting negative income that was below most analyst forecasts. As our model relies on positive earnings, we divested the position at a loss. Still, in the Strategy's early stages of implementation, the result was an oversized position and more loss than we would normally incur. Going forward we look to limit exposure to individual names, be extra cautious to minimize downside risk and be as diversified as possible.

By the end of May and into June we added several more Bonds and achieved a level of diversification which provided more durability to the portfolio. By the end of June we had 12 bond positions with a weighted average yield to maturity of 6.68% and effective duration of 2.42 years.

Summary and Outlook

The top three performers in terms of relative returns for quarter were Temple Hotels, Credit Acceptance Corp, and Air Canada. The tech sector, being our highest weighted single sector exposure, continues to be an industry we find attractive.

We still expect some headwinds from the "new" rising tide of interest rates. We are positive for two reasons:

1. Any increases are expected to be slow and can be offset by portfolio income.
2. Any improvement in the economy should increase the credit worthiness of the bonds we hold making them more valuable.

Corporate profitability and improving credit quality are themes within the Strategy that we believe are sustainable and of high value to almost all investor types both Institutional and Individual.

In Closing:

We work with Financial Advisors so that they are able to make informed decisions on participation in and placement of the Fund. The growth of the Fund and its success would not be possible without the trust and support of all involved. Thank you for your confidence and we look forward to serving your investment needs and assisting you in attaining your investment goals now and in the future.

Independent Review Committee

Under the provisions of National Instrument 81-107 – *Independent Review Committee for Investment Funds* ("NI 81-107"), which came into force on November 1, 2006, it is now required that all publicly offered investment funds, such as the Fund, establish an independent review committee ("IRC") to whom the Manager is to refer all potential conflict of interest matters in order to obtain a recommendation or approval, as applicable. NI 81-107 further mandates that the IRC be composed of at least three independent members and requires that they conduct assessments and regularly report to the Manager and unitholders in respect of its duties.

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The current members of the Manager's IRC are Robert Guilday, Sharon Kent and F. Michael Walsh.

Forward-looking Statements

Certain statements included in this report may constitute forward-looking statements, including those identified by the expressions "believe", "anticipate", "expect" or similar expressions to the extent they relate to the Fund, its Manager or its portfolio manager. Such forward-looking statements are not historical facts but reflect the Fund's, the Manager's or the portfolio manager's current expectations regarding future results or events. Such forward-looking statements are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations. Readers are cautioned to consider these and other factors carefully when making decisions with respect to the Fund and not place undue reliance on forward-looking statements. Unless required by applicable law, the Fund does not undertake any obligation to update publicly or to revise any of such forward-looking statements, whether as a result of new information, future events or otherwise.

Forward-looking statements included or incorporated by reference in this report include statements with respect to:

- Interest rates
- Change in accounting policy

Related Party Transactions

Manager and Portfolio Adviser

The Manager is a wholly owned subsidiary of Caldwell Financial Ltd. The Manager is responsible for the Fund's day-to-day operations including providing or arranging for investment management, fund accounting and administrative services, including registrar and transfer agency services, to the Fund. For its services, the Manager is paid an annual fee based on the net asset value of the Fund. The annual rate of management fee for Series A units is 2% of average net assets and for Series F units, the annual rate of management fees is 1% of average net assets.

Trustee

The trustee of the Fund is Caldwell Investment Management Ltd.

Principal Distributor

Caldwell Securities Ltd. is related to the Manager in that both are wholly-owned subsidiaries of Caldwell Financial Ltd. Caldwell Securities Ltd. has entered into an agreement with Clearpoint Asset Management Inc. which provides to Clearpoint the exclusive right to market the Fund to dealers. Caldwell Securities Ltd. clients may hold units of the Fund and Caldwell Securities Ltd. receives sales commissions and trailer fees based on the total value of their clients' holdings in the Fund on the same basis as other dealers that distribute units to the public.

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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 for the past five years. This information is derived from the Fund's audited annual financial statements and is presented for Series A units of the Fund and Series F units of the Fund.

The Fund's Net Asset Value (NAV), per Unit (Series A) as at June 30 (unaudited)

Series A

	2017*
Net Assets, beginning of year	10.00
Increase (decrease) from operations:	
Total Revenue	0.08
Total Expenses	(0.11)
Realized gains (losses) for the period	(0.04)
Unrealized gains (losses) for the period	(0.02)
Total increase (decrease) from operations [1]	(0.08)
Distributions:	
From Income (excluding dividends)	0.00
From Dividends	0.00
From Capital Gains	0.00
Return of Capital	0.00
Total Annual Distributions [2]	0.00
Net Assets at June 30 of year shown	9.89

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The Fund's Net Asset Value (NAV), per Unit (Series F) as at June 30 (unaudited)

Series F

	2017*
Net Assets, beginning of year	10.00
Increase (decrease) from operations:	
Total Revenue	0.08
Total Expenses	(0.09)
Realized gains (losses) for the period	0.02
Unrealized gains (losses) for the period	(0.06)
Total increase (decrease) from operations [1]	(0.05)
Distributions:	
From Income (excluding dividends)	0.00
From Dividends	0.00
From Capital Gains	0.00
Return of Capital	0.00
Total Annual Distributions [2]	0.00
Net Assets at June 30 of year shown	9.81

[1] Net asset value 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 financial period.

[2] Distributions were paid in cash or reinvested in additional units of the Fund.

.* The Fund began operations on April 5, 2017.

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Ratios and Supplemental Data (unaudited)

Series A

	2017
Net asset value (000's) [(1)]	3,598
Number of units outstanding [(1)]	383,861
Management expense ratio [(2)]	2.19%
Management expense ratio before waivers or absorptions[(2)]	2.84%
Portfolio turnover rate [(3)]	34.73%
Trading expense ratio[(4)]	0.00%

Series F

	2017
Net asset value (000's) [(1)]	3,447
Number of units outstanding [(1)]	347,969
Management expense ratio [(2)]	1.88%
Management expense ratio before waivers or absorptions [(2)]	2.27%
Portfolio turnover rate[(3)]	34.73%
Trading expense ratio[(4)]	0.00%

[(1)] This information is presented at June 30, 2017 .

[(2)] Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net assets during the period.

[(3)] The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser 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 year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

[(4)] 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.

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Management Fees

As compensation for managing the Fund, the Manager can receive an annual fee of up to 1.4% of the average net asset value of Series A units of the Fund and an annual fee of up to 0.90% of the average net asset value of Series F units of the Fund. Such fees are calculated daily and payable monthly. The Manager in turn is responsible for paying investment adviser fees, trustee fees, sales commissions and trailer fees.

Distribution	24%
Management and Portfolio Adviser Services	76%
Waivers and Absorption of Fund Expenses	0%

Past Performance

This information is not available because the Fund has been in existence less than one year.

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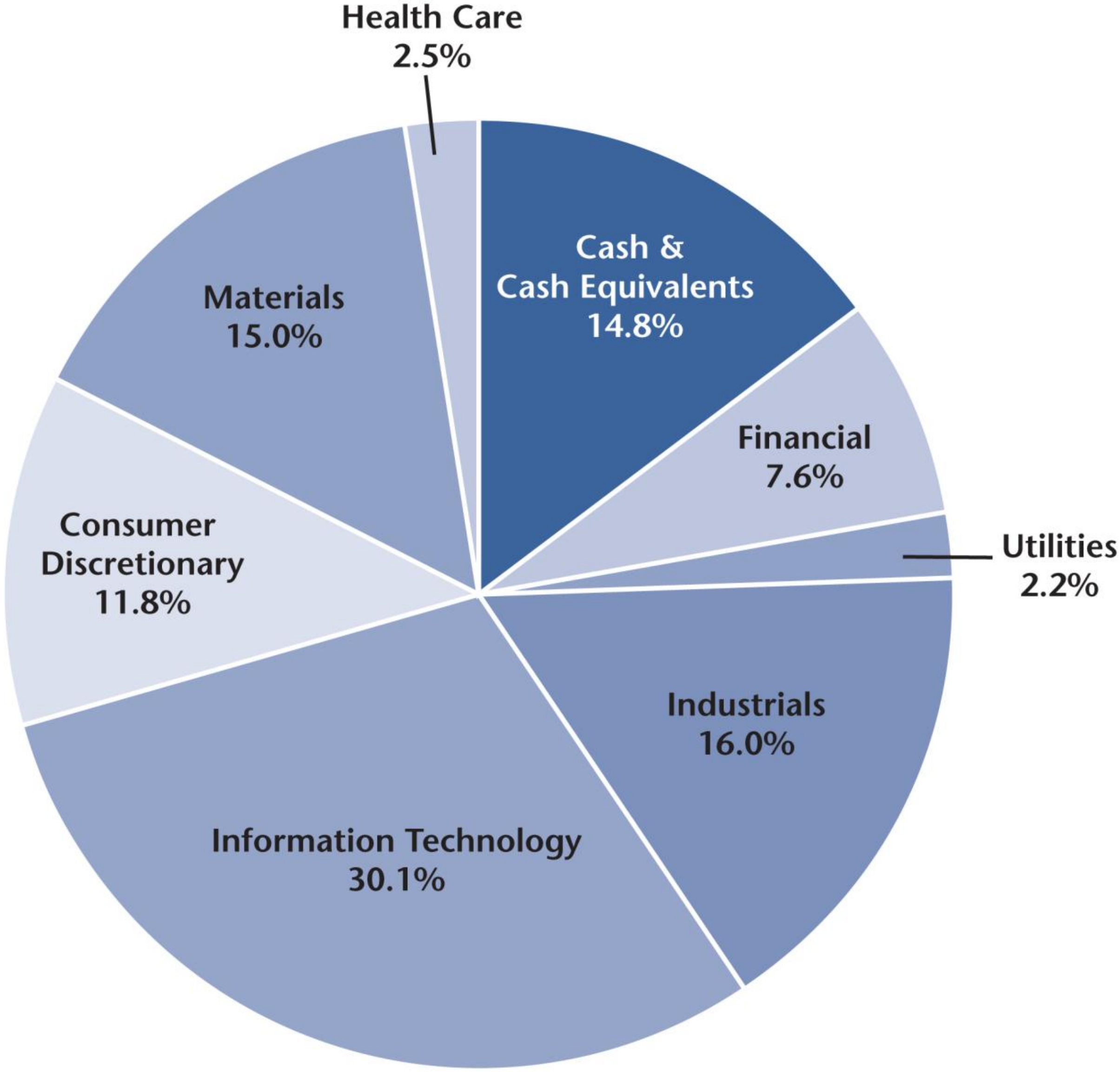
Summary of Investment Portfolio

Portfolio Breakdown as at June 30, 2017



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Top 25 Holdings	
As at June 30, 2017	
	Percentage of Net
SECURITY	**Assets**
Cash and Cash Equivalents	**14.8%**
Western Digital Corp. 10.5% 01APR2024	**10.9%**
Rackspace Hosting Inc. 8.625% 15NOV2024	**9.8%**
Lee Enterprises Inc. 9.50% 15MAR2022	**9.5%**
Harbinger Group Inc. 7.875% 15JUL2019	**9.5%**
ViaSat Inc. 6.875% 15JUN2020	**9.4%**
Resolute Forest Products Inc. 5.875% 15MAY2023	**9.0%**
Credit Acceptance Corp. 6.125% 15FEB2021	**7.6%**
Mattamy Group Corp. 6.875% 15DEC2023	**6.6%**
Tembec Industries Inc. 9% 15DEC2019	**3.8%**
RegionalCare Hospital Partners Holdings Inc. 8.25% 01MAY2023	**2.5%**
Temple Hotels Inc. 7.25% 30SEP2017	**2.2%**
Russel Metals Inc. 6% 19APR2022	**2.2%**
Air Canada 4.75% 06OCT2023	**2.1%**
All Holdings (the Fund has less than 25 holdings)	**100.00%**

The summary of investment portfolio may change. A quarterly update is available at www.caldwellinvestment.com.

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