



Caldwell Investment Management Ltd.

Independent Investment Managers

Semi-Annual Management Report of Fund Performance

For the Period Ended June 30, 2018

Clearpoint Global Dividend 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.



Management Discussion of Fund Performance

Investment Objective and Strategies

The Clearpoint Global Dividend Fund seeks to achieve long-term capital growth through its investments in equity securities of companies around the world.

The Fund's investment philosophy focuses on purchasing companies with a demonstrable and consistent ability to generate cash flows and distribute those cash flows in the form of dividends.

The Fund will seek to be diversified by company, market capitalization, sector, industry and where appropriate, by region. Canadian or U.S. government debt and / or cash equivalents may be held from time to time as market conditions dictate. The Fund will also maintain the ability to invest in any other yield-based security or asset class that develops over time. The Fund may invest in issuers that do not currently generate yield but have a strong likelihood of doing so in the foreseeable future.

The investment objective of the Fund may only be changed with the approval of unitholders at a meeting called for that purpose.

Risk

The risks of investing in the Fund remain as described in the prospectus. There were no material changes to the Fund over the financial year that affected the overall level of risk. The Fund is suitable for growth-oriented investors with longer investment time horizons who are seeking equity exposure to companies throughout the world and are willing to accept moderate investment risk.

Results of Operations

Clearpoint Global Dividend Fund rose 3.85% (F Class) and 3.29% (A-Class) over the last six months. These results exceeded the performance of the Russell 2000 Value Index (USD) by about 1.2% but lagged the S&P 500's performance by approximately 3.4%.

The *Top Performer List* included six energy stocks led by Occidental Petroleum (+30.3%), Apache (+22.2%), and Conoco Phillips (+18.0%). Other top performers were Pinnacle Foods (+21.0%), Senior Housing Properties (+18.2%), Merck % Co (+12.4%) and Exelon Corp +10.1%. *The Poor Performer List* was led by 3 Alcohol and Tobacco Stocks (Philip Morris International --17.9%, Altria -7.8, and Molson Coors's Brewing -9.1%) but was dominated by four companies in the finance sector; Chubb Ltd -6.6%, JPMorgan Chase & Co. -4.8%, Met Life -4.1%, and Allstate -3.7%. Other notable poor performers were AT&T -8.6%, L-3 Technologies -7.2%, and Intel -4.0%.

Interest rates have declined in recent months. The key US 10 Year Treasury Note yield fell from a high of approximately 3.12% to 2.85% at quarter end while the 1-year US Treasury Bill yield



declined much less from a high 2.36% to 2.29% at the end of June. As expected, the Fed guided the key overnight rate (Fed Funds) upwards at the beginning of the quarter by 0.25%.

Economic Outlook

The Fed's regional bank reviews are suggesting economic momentum was strong in the quarter just ended offering the first evidence that the hoped-for strong acceleration of economic activity is well founded. Interestingly, one might expect accelerating economic activity to roil the credit markets with inflation fears but this has not been the case – at least not yet. Clearly, current concerns of global trade wars have led some forecasters to predict slower global growth ahead. This verdict may be premature because the precedent for slower growth will come from higher prices as some companies try to recover tariff taxes and the consumer price index moves higher. Eventually, higher prices and higher interest rate will be a drag on all financial assets but it seems a bit early for that. The main point is this: falling US Government interest rates do not seem sustainable looking at the course of the economy over next 12 months.

Key Valuation Variable - Interest Rates

The fair valuation of equities is a key metric for the Fund's sub-advisor. This analysis recognizes that interest rates are one of the two key determinants of the fair value of a dollar of earnings, or the "fair" price earnings ratio. So, given that interest rates have fallen somewhat over the past month or two, does this mean the fair multiple should be raised all other things being equal? No, because massive credit market intervention by the Fed and the Treasury distorted normal market equilibrium during and after the Crisis of 2008-2009. While the Crisis of 2008 to 2009 is a decade behind us the unwinding and restoration of market forces as the key driver of market prices is not yet complete. The true equilibrium rate for the benchmark 10 Year US Government Notes is in the range of 3.00% and the fair value for the equity markets is assessed accordingly. What this means is that today, the current level of interest rates and the conditions in the fixed income markets generally warrant a fair price-earnings ratio of 16.0X future earnings.

Recent Developments

Fair Valuation on 2019 Earnings – A Modest Upside

Our expectation is that 2019 earnings are now the central focus of investors and we expect the S&P 500 will earn then roughly \$164, up 9.7 % from the consensus 2018 earnings number of roughly \$156. This is somewhat less than the current consensus for 2019 of \$176 according to Factset Data Systems. The difference is due to the rising trade tensions and trade actions, the slow-moving earning impact of the capital spending initiatives, lagging wage growth, and the already significant increase in earnings expectations from 2017 S&P earnings of \$130.49 – an increase of 25.7% if 2019 earnings reach our expectations.

We see value stocks undervalued roughly 7% undervalued on 2019 earnings. By comparison, the S&P 500 looks to be roughly 5.0% overvalued on next year's consensus earnings estimates. We see interest rates moving higher and slowly undermining equity valuations. We remain somewhat cautious and maintain cash positions in the range of 10%.



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.

The current members of the Manager’s IRC are Trent Morris, 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.

Brokerage Arrangements

The purchase and sale of portfolio securities is arranged by the Manager through registered brokers or dealers. The Manager has a regulatory obligation to make reasonable efforts to achieve best execution of those portfolio trades when acting for the Fund. Best execution refers to the most advantageous execution terms reasonably available under the circumstances.

The Manager may choose to execute a portion of the Fund's portfolio transactions with Caldwell Securities Ltd., an affiliate of the Manager. The Manager applies its best execution policy in respect of both affiliated and non-affiliated dealers. Specifically, any trade allocation to an affiliated dealer is based on an assessment of the same best execution criteria.

Because Caldwell Securities Ltd. is an affiliate of the Manager and the interrelationship of their businesses, a conflict of interest exists that has the potential of influencing the Manager's choice of Caldwell Securities Ltd. to execute Fund portfolio transactions. The Manager addresses this conflict of interest by applying its best execution policy and by following best execution standing instructions issued by the Fund's independent review committee.

To date in 2018 the Fund has paid \$28,393 in commissions to Caldwell Securities Ltd. and has paid \$7,396 for the similar period in 2017.



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, 2018 and December 31 of previous years (unaudited); Series A

	2018	2017	2016	2015	2014
Net Assets, beginning of year	7.14	7.36	7.03	7.31	6.85
Increase (decrease) from operations:					
Total Revenue	0.11	0.22	0.23	0.25	0.24
Total Expenses	(0.14)	(0.23)	(0.26)	(0.27)	(0.28)
Realized gains (losses) for the period	0.75	0.66	(0.60)	(0.33)	0.37
Unrealized gains (losses) for the period	(0.49)	(0.56)	0.07	0.39	0.50
Total increase (decrease) from operations ⁽¹⁾	0.23	0.09	0.65	0.04	0.83
Distributions:					
From Income (excluding dividends)	0.00	0.00	0.00	0.00	0.00
From Dividends	0.00	0.00	0.00	0.00	0.00
From Capital Gains	0.00	0.00	0.00	0.00	0.00
Return of Capital	(0.18)	(0.36)	(0.36)	(0.42)	(0.35)
Total Annual Distributions ⁽²⁾	(0.18)	(0.36)	(0.36)	(0.42)	(0.35)
Net Assets at June 30/December 31 of year shown	7.19	7.14	7.36	7.03	7.31



The Fund's Net Asset Value (NAV), per Unit (Series F) as at June 30, 2018 or December 31 of previous years (unaudited); Series F

	2018	2017	2016	2015	2014
Net Assets, beginning of year	8.46	8.57	8.04	8.21	7.57
Increase (decrease) from operations:					
Total Revenue	0.13	0.26	0.27	0.29	0.26
Total Expenses	(0.12)	(0.18)	(0.21)	(0.21)	(0.22)
Realized gains (losses) for the period	0.88	0.78	0.68	(0.32)	0.42
Unrealized gains (losses) for the period	(0.57)	(0.62)	0.11	0.29	0.56
Total increase (decrease) from operations ⁽¹⁾	0.32	0.24	0.85	0.05	1.02
Distributions:					
From Income (excluding dividends)	0.00	0.00	0.00	0.00	0.00
From Dividends	0.00	0.00	0.00	0.00	0.00
From Capital Gains	0.00	0.00	0.00	0.00	0.00
Return of Capital	(0.18)	(0.36)	(0.36)	(0.43)	(0.34)
Total Annual Distributions ⁽²⁾	(0.18)	(0.36)	(0.36)	(0.43)	(0.34)
Net Assets at June 30/December 31 of year shown	8.60	8.46	8.57	8.04	8.21

⁽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.



Ratios and Supplemental Data (unaudited)

Series A

	2018	2017	2016	2015	2014
Net asset value (000's) ⁽¹⁾	4,735	4,837	6,972	7,645	10,552
Number of units outstanding ⁽¹⁾	658,780	677,764	947,331	1,087,048	1,443,343
Management expense ratio ⁽²⁾	3.52%	2.83%	3.33%	3.34%	3.13%
Management expense ratio before waivers or absorptions ⁽²⁾	3.52%	2.83%	3.33%	3.34%	3.17%
Portfolio turnover rate ⁽³⁾	24.35%	2.31%	20.91%	0%	25.68%
Trading expense ratio ⁽⁴⁾	0.46%	0.15%	0.27%	0.17%	0.23%

Series F

	2018	2017	2016	2015	2014
Net asset value (000's) ⁽¹⁾	7,531	7,332	8,354	8,477	10,327
Number of units outstanding ⁽¹⁾	875,421	866,509	975,216	1,054,500	1,257,801
Management expense ratio ⁽²⁾	2.41%	1.73%	2.20%	2.18%	1.99%
Management expense ratio before waivers or absorptions ⁽²⁾	2.41%	1.73%	2.20%	2.18%	1.99%
Portfolio turnover rate ⁽³⁾	24.35%	2.31%	20.91%	0%	25.68%
Trading expense ratio ⁽⁴⁾	0.46%	0.15%	0.27%	0.17%	0.23%

⁽¹⁾ This information is presented at June 30, 2018 or December 31 of previous years.

⁽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.



Management Fees

As compensation for managing the Fund, the Manager can receive an annual fee of up to 2% of the average net asset value of Series A units of the Fund and an annual fee of up to 1% 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	28%
Management and Portfolio Adviser Services	72%
Waivers and Absorption of Fund Expenses	0%

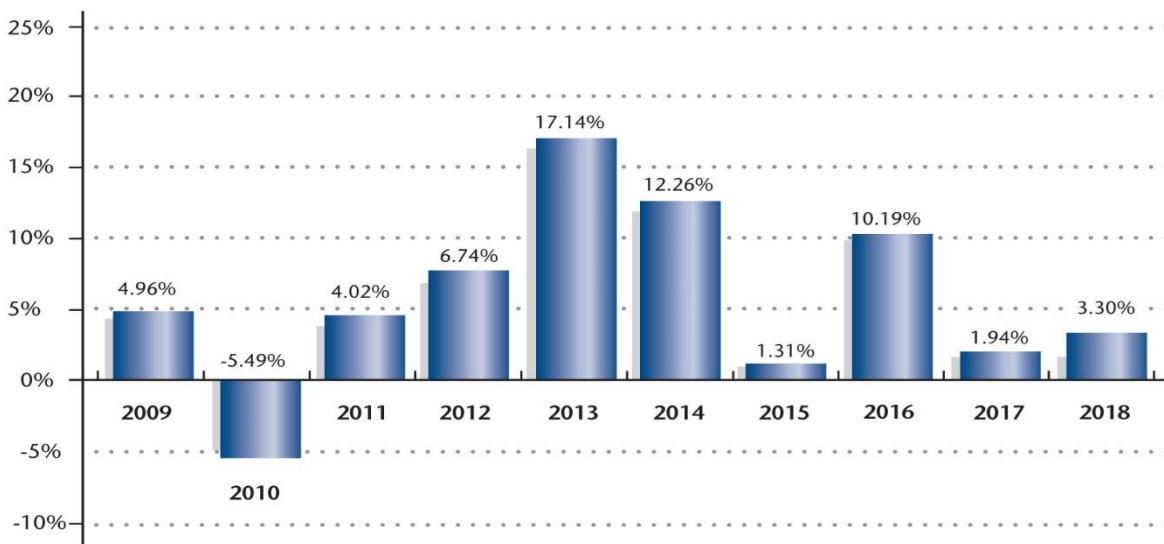
Past Performance

The following charts shows how the Fund has performed in the past, and can help you understand the risks of investing in the Fund. These returns include the reinvestment of all distributions and would be lower if they did not. They don't include deduction of sales, switch, redemption, or other optional charges (which distributors may charge) or income taxes payable, and would be lower if they did. The Fund's past performance is no guarantee of how it will perform in the future.

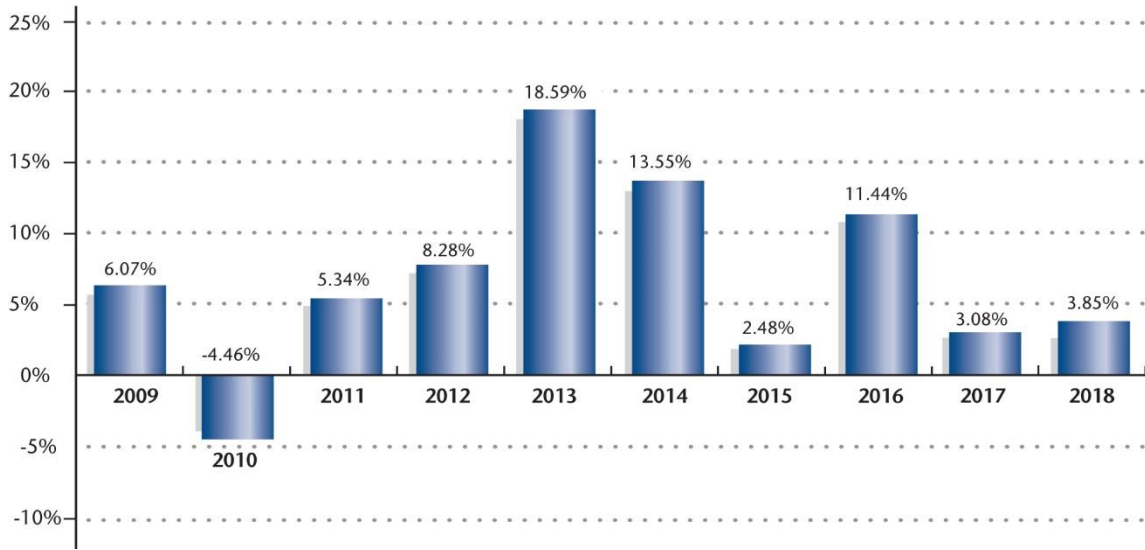
Year-by-Year Returns

The bar charts shows how the Fund's annual past performance has varied from year to year for each of the years shown. It shows in percentage terms how an investment made on January 1 would have increased or decreased by December 31 for that year.

For the years ended December 31 and June 30, 2018



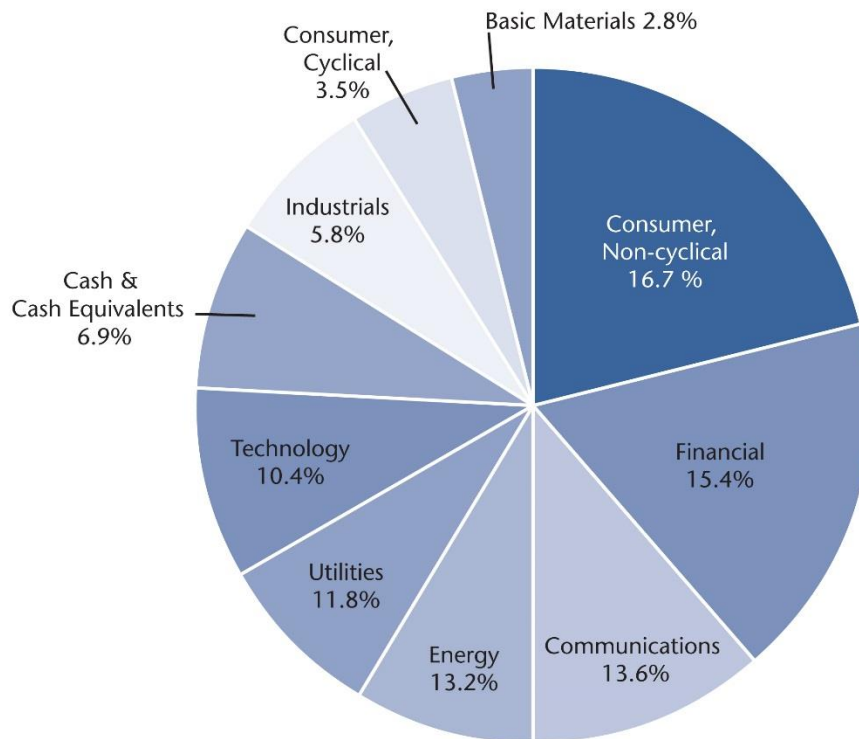
Clearpoint Global Dividend Fund Fund - Series A



Clearpoint Global Dividend Fund Fund - Series F

Summary of Investment Portfolio

Portfolio Breakdown as at June 30, 2018



Clearpoint Global Dividend Fund



Top 25 Holdings	
As at June 30, 2018	
SECURITY	Percentage of Net Assets
Cash & Cash Equivalents	6.9%
Cisco Systems Inc.	4.5%
Microsoft Corp.	4.4%
Intel Corp.	3.9%
JPMorgan Chase & Co.	3.8%
Verizon Communications Inc.	3.6%
Wells Fargo & Co.	3.4%
AT&T Inc.	3.4%
Unilever PLC	3.2%
Exelon Corp.	3.0%
Public Services Enterprise Group Inc.	3.0%
Pinnacle Foods Inc.	3.0%
Emerson Electric Co.	3.0%
The Southern Co.	2.9%
Merck & Co Inc.	2.9%
Nucor Corp.	2.8%
American Electric Power Co Inc.	2.8%
L3 Technologies Inc.	2.8%
Apache Corp.	2.7%
MetLife Inc.	2.7%
Exxon Mobil Corp.	2.4%
Chevron Corp.	2.4%
Altria Group Inc.	2.1%
The Walt Disney Co.	2.1%
QUALCOMM Inc.	2.0%
Top 25 Holdings	79.89%

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