Caldwell Investment Management Ltd.

Independent Investment Managers

Semi-Annual Management Report of Fund Performance

For the Period Ended June 30, 2018

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 Preservatio*n: 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

General Market Comment

Where North America's economy and capital markets were going in opposite directions in Q1, they seemed to get their stories aligned better in the second quarter of 2018. Overall, a positive picture is painted for the economy as profits remained strong on the corporate side and unemployment rates remained at the lowest level since the '60s. On the labour side consumer consumption contributions are expected to remain positive as sentiment continue to rise. Consistent with this picture, capacity utilization saw further increases over the quarter and inflation continued its slow but steady rise that began in mid-2017.

On the capital markets side, the 2nd quarter saw strong performance from major equity indexes, retracing negative results from Q1. The S&P 500, the most broadly monitored equity index in the US, generated total returns of 3.4% in Q2 but at the end of that quarter it was only up 2.7% on the year. Reflecting even greater oscillation, total returns for Canada's S&P/TSX composite were 6.8% in Q2 but only 2.0% for the year to-date.

The coordination of positive macroeconomic data and strong equity returns fed into investor perception of risk as well. The VIX index tracks implied volatility levels priced into equity options or "risk" declined steadily in Q2.

General Interest Rates

The bond market in general saw yields rise over the quarter, but given the move up in inflation rates we have been observing since the 2nd half of 2017, the increase was relatively small.

In the very short end of the yield curve, central banks drive money market rates through monetary policy and continued firmly set on a path of removing monetary stimulus. In the US, the Federal Reserve hiked the Fed Funds rate by 25 basis points (bps) in June --- the 2nd hike this year and the 7th time since late 2015. The Bank of Canada hiked the Bank Rate 25 bps in January of 2018 and another was fully priced into money market rates by the end of the 2nd quarter. It is interesting to

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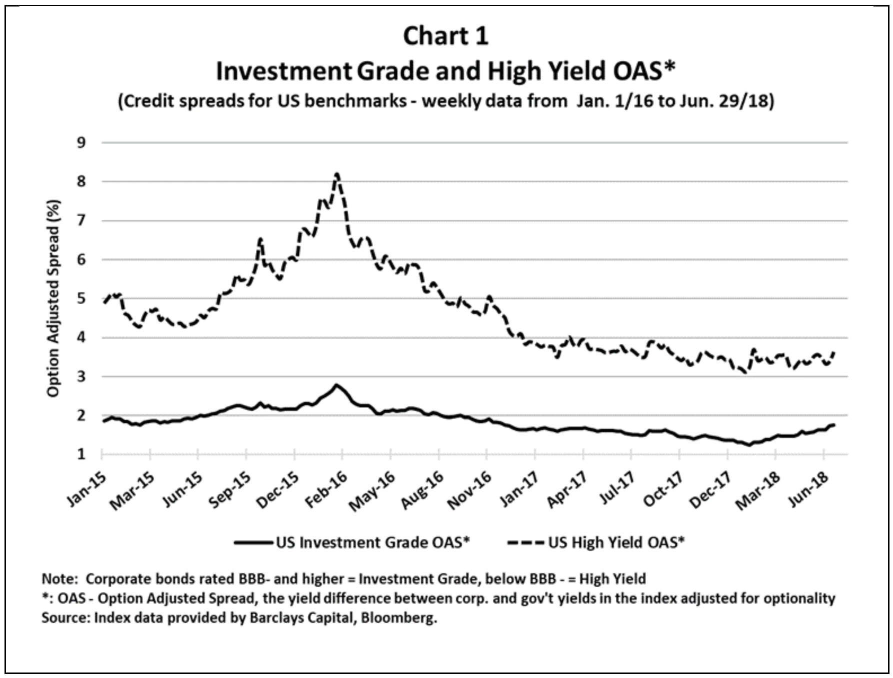
note that in both regimes, the market has priced in one more hike by the end of 2018 and one more after that by Q4, 2019.

Bond managers focus on sectors of the yield curve beyond 1 year and tend to have a more nuanced view on yields depending on their portfolio strategy. The short end, 2 to 5-year term, tends to be a placeholder for portfolios when risk of a material backup in yields is high, investor demand in this sector was low in Q2 as US Treasury yields backed up by 27 bps for the 2-year sector and 18 bps at the 5-year pivot point. The 5 to 10-year maturity band is where the majority of investment activity resides – the 10-year US Treasuries saw yields rise a more muted 12 bps over the quarter. The long end of the curve, out to 30-year maturities and longer, is the purview of institutional managers, such as pension plans hedging long term obligations to beneficiaries, and is considered the riskiest sector because the value of discounted cash flows occurring over such terms will be more negatively impacted by rising rates – the 30 year point of the US Treasury curve backed up by only 2 bps over the last quarter.



Credit Sector

Investment grade bonds, rated BBB- and above, make up the majority of allocations to corporate debt when investment portfolios start to take on default risk. When investors look to enhance performance in the fixed income sector they will take on more credit risk by adding what are called high yield exposures, carrying ratings of BB+ and lower. Chart 1 captures weekly data on credit spreads on US investment grade and high yield indexes going back to January 2015. The data shows the risk premiums required by the corporate bond market have bounced a little off recent lows but investor capital is staying in the risk class.

Portfolio Review

Our strategy focuses on generating income from corporate debt, with at least 50% of the portfolio targeting high yield bonds, classified as carrying credit ratings below BBB-, while reducing volatility by shortening duration.

Consistent with macroeconomic data noted above we continue to have a positive view on the overall economy and currently are comfortable with general valuations in the capital markets. The key drivers of risk for this exposure category are corporate profits, which remain strong, and

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default rates, which remain at low historic levels. In addition, most capital market participants are expecting government yields to rise slowly over the next couple years, leading to our expectation that fixed income portfolios will continue to maintain or increase allocations to this higher yielding sector on the premise that resulting capital losses on securities will be offset by the better income it provides.

Our macro analysis is indicating a neutral to positive stance for credit markets:

Positives:

- Good credit fundamentals – strong corporate profits and low bankruptcy rates.
- Global strength in equities, supported by strong corporate profitability.
- The VIX volatility index, sitting at its current low level, is indicative of investor tolerance for risk in the current environment, with ongoing need for diversification.
- In the face of negative performance in traditional fixed income allocations, along with good credit fundamentals, investors are expected to continue to support the high yield sector

Negatives:

- Credit spreads, sitting close to historic lows, have little room to narrow further.
- High transaction costs remain the norm for high yield securities. In this low credit spread environment we have to stay nimble but cautious on changing our stance as the cost to reducing risk through increased activity will be high.

Strategy Results

The Short-Term Income strategy focuses on sourcing value-oriented investments across the North American credit markets. Target businesses and investment sectors provide superior relative income in their credit category based on strong cash flow generation and debt servicing capability. As at the end of the quarter, 74% of portfolio holdings were represented by US high yield opportunities with currency exposure hedged, 17% was allocated to US asset backed securities (all Collateralized Loan Obligations) also with currency exposure hedged and the balance of 9% was to Canadian high yield bonds. The portfolio maintained low duration levels to reduce volatility, as reflected in the overall duration of approximately 2.3 years, well below comparable metrics for all benchmarks. The weighted average yield to maturity earned by holdings also well exceeds that of the portfolio's benchmarks. The portfolio has maintained a diversified strategy with limited exposure to specific commodities. At the end of the quarter, our largest industry exposure of 17% of holdings was to the Energy sector broadly, and includes issuers operating storage facilities, utilities and logistics platforms. The next largest allocations of 16% each were to Consumer Staples (including beauty products, a dairy distributor and a general grocery shipping firm) and to Consumer Discretionary (including a hotel operator, a manager of newspapers across northern US, a home builder and a media firm). Telecoms and Financials, at 10% each, followed in allocation.

The combination of high relative income and low interest sensitivity resulted in reliable overall performance for the quarter. In general performance month over month was highly consistent and generated a return on the quarter of 2.4%.

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The strategy's performance is tracked relative to weightings of 35% to the BofA Merrill Lynch US HY index in CAD, 35% to the DEX CDN High Yield Bond Index and 30% to the S&P CDA Investment Grade Corporate Bond Index. These indices generated returns for the quarter of 1.6% on a consolidated basis.

Recent Developments

Clearpoint Short Term Income Fund rose 1.58% (Series F) and 1.29% (Series A) over the last six months.

- On June 13th, the US Federal Reserve tightened for the 7th time in 2 years and to the highest level in 10 years, raising its policy rate 25 basis points to a range of 1.75% to 2.00%.
- Corporate profits maintained strength, bankruptcies remain low, supporting credit sector.
- The US yield curve continued to flatten, an indicator of bond market cynicism that current economic growth will not last much longer.
- Fund returns were up 2.4% over Q2; portfolio duration at the end of Q2 was 2.3 years.
- Asset backed securities became a significant portion of the portfolio in the 2nd quarter, representing 17% of market exposure by the end of June. At quarter end, energy sector carried the largest industry weight at 17%, primarily through storage and logistics sub-sectors; with Consumer Staples and Consumer Discretionary allocations at 16%.

Summary and Outlook

With corporate profits expected to maintain strength, short term interest rates are also expected to continue to rise as central bankers focus on removing monetary stimulus. In the face of these headwinds our outlook is positive for two reasons:

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

We expect to maintain a conservative stance on credit. This means we'll be keeping the duration of our assets down to reduce the interest rate sensitivity of the portfolio.

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.

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

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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

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respect of both affiliated and non-affiliated dealers. Specifically, any trade allocation to an affiliated dealer is based on an assessment of the 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.

Since the inception of the Fund, the Manager has directed all trading in the Fund to dealers other than Caldwell Securities Ltd. Therefore, to date in 2018 the Fund has paid nil in commissions to Caldwell Securities Ltd. and has paid nil for the similar period in 2017.

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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 Series A Unit as at June 30, 2018 (unaudited) and December 31, 2017:

	2018	**2017***
Net Assets, beginning of year	9.73	10.00
Increase (decrease) from operations:		
Total Revenue	0.33	0.40
Total Expenses	(0.15)	(0.31)
Realized gains (losses) for the period	(0.09)	(0.27)
Unrealized gains (losses) for the period	0.03	0.12
Total increase (decrease) from operations [1]	0.12	(0.06)
Distributions:		
From Income (excluding dividends)	0.00	0.00
From Dividends	0.00	0.00
From Capital Gains	0.00	0.00
Return of Capital	(0.24)	(0.16)
Total Annual Distributions [2]	(0.24)	(0.16)
Net Assets at June 30 of year shown	9.61	9.73

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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The Fund's Net Asset Value (NAV), per Series F Unit as at June 30, 2018 (unaudited) and December 31, 2017:

	2018	2017*
Net Assets, beginning of year	9.77	10.00
Increase (decrease) from operations:		
Total Revenue	0.33	0.43
Total Expenses	(0.12)	(0.26)
Realized gains (losses) for the period	(0.10)	(0.21)
Unrealized gains (losses) for the period	0.08	0.05
Total increase (decrease) from operations [1]	0.19	0.01
Distributions:		
From Income (excluding dividends)	0.00	0.00
From Dividends	0.00	0.00
From Capital Gains	0.00	0.00
Return of Capital	(0.24)	(0.16)
Total Annual Distributions [2]	(0.24)	(0.16)
Net Assets at June 30 of year shown	9.68	9.77

(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.

Ratios and Supplemental Data (unaudited); Series A

	2018	2017
Net asset value (000's) [1]	4,985	4,560
Number of units outstanding [1]	518,813	468,818
Management expense ratio [2]	3.19%	4.17%
Management expense ratio before waivers or absorptions[2]	3.19%	4.52%
Portfolio turnover rate [3]	16.69%	58.53%
Trading expense ratio[4]	0.02%	0.00%

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Ratios and Supplemental Data (unaudited); Series F

	2018	2017
Net asset value (000's) [(1)]	7,389	4,455
Number of units outstanding [(1)]	763,171	455,942
Management expense ratio [(2)]	2.54%	3.56%
Management expense ratio before waivers or absorptions [(2)]	2.54%	3.71%
Portfolio turnover rate[(3)]	16.69%	58.53%
Trading expense ratio[(4)]	0.02%	0.00%

(1) This information is presented at June 30, 2018 and December 31, 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.

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	20%
Management and Portfolio Adviser Services	80%
Waivers and Absorption of Fund Expenses	0%

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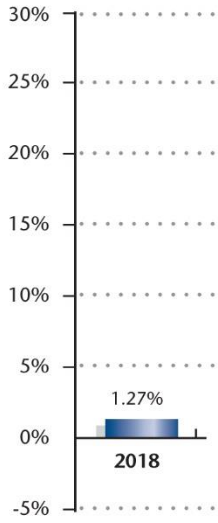
Past Performance

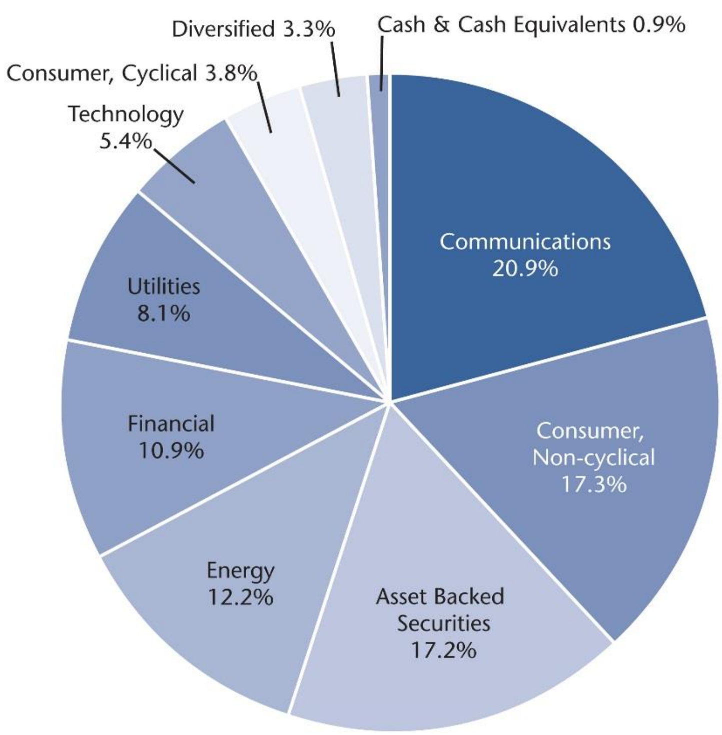


Clearpoint Short Term Income Fund Series A

Clearpoint Short Term Income Fund Series F

Summary of Investment Portfolio

Portfolio Breakdown as at June 30, 2018



Clearpoint Short Term Income Fund

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Top 25 Holdings	
As at June 30, 2018	
SECURITY	**Percentage of Net Assets**
Black Diamond Clo 2017-1 Ltd 5.31476% 24APR2029	**10.78%**
Voya CLO 2014-2 Ltd 8.65281% 17APR2030	**6.46%**
Lee Enterprises Inc. 9.50% 15MAR2022	**5.59%**
SUPERVALU Inc. 7.75% 15NOV2022	**5.49%**
NGL Energy Partners LP / NGL Energy Finance Corp. 6.875% 15OCT2021	**5.43%**
Genworth Holdings Inc. 7.20% 15FEB2021	**5.43%**
PBF Logistics LP / PBF Logistics Finance Corp. 6.875% 15MAY2023	**5.41%**
Rackspace Hosting Inc. 8.625% 15NOV2024	**5.37%**
CenturyLink Inc. 6.75% 01DEC2023	**5.37%**
Avon International Operations Inc. 7.875% 15AUG2022	**5.30%**
Dean Foods Co. 6.50% 15MAR2023	**5.16%**
Consolidated Communications Inc. 6.50% 01OCT2022	**4.96%**
Salem Media Group Inc. 6.75% 01JUN2024	**4.30%**
Credit Acceptance Corp. 6.125% 15FEB2021	**4.05%**
Tidewater Midstream and Infrastructure Ltd 6.75% 19DEC2022	**3.80%**
Mattamy Group Corp. 6.875% 15DEC2023	**3.32%**
WesternOne Inc. 6.25% 30JUN2020 CONV. $11.749998	**2.76%**
Warrior Met Coal Inc. 8% 01NOV2024	**2.68%**
Rockpoint Gas Storage Canada Ltd 7% 31MAR2023	**1.41%**
RegionalCare Hospital Partners Holdings Inc. 8.25% 01MAY2023	**1.22%**
Temple Hotels Inc. 7.25% 30SEP2020 CONV. $40.08	**0.90%**
Cash & Cash Equivalents	
All Holdings (the Fund has less than 25 holdings)	**100.17%**

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

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