Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Savings Fund

June 30, 2016

Steadyhand **Savings Fund**

Semi-annual Management Report of Fund Performance (June 30, 2016)

This semi-annual management report of fund performance contains financial highlights, but does not contain the complete unaudited semi-annual and audited annual financial statements of the investment fund. You can get a copy of the unaudited semi-annual and audited annual financial statements at your request, and at no cost, by calling 1-888-888-3147, by writing to us at Steadyhand Investment Management Ltd., 1747 West 3rd Avenue, Vancouver, BC, V6J 1K7 or by visiting our website at www.steadyhand.com or SEDAR at www.sedar.com.

Unitholders 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

Investment Objective and Strategies

The fundamental investment objective of the Steadyhand Savings Fund (the "Fund") is to provide a stable level of current income and capital preservation through investing in a portfolio of Treasury Bills and short-term debt instruments issued by Canadian corporations and the federal and provincial governments.

Given the Fund's emphasis on capital preservation, it is managed conservatively. The portfolio's average term to maturity will not exceed 90 days, and the portfolio adviser only invests in debt instruments with high credit ratings.

Risks

The primary risks associated with an investment in the Fund are interest rate risk and credit risk. The other risks are outlined in the simplified prospectus. There were no changes to the Fund over the reporting period that affected its overall level of risk.

Results of Operations

Over the past six months, the Fund's net assets increased to $48.1 million as of June 30, 2016, from $49.3 million at the end of 2015. This decrease was attributable to net redemptions of $1.3 million and distributions of $0.1 million.

The Fund produced a return of 0.4% for the six months ended June 30, 2016. Over the same period, the FTSE TMX Canada 91 Day T-Bill Index gained 0.3%. The Fund's return is net of fees, whereas the return of the index does not include any costs or fees.

The portfolio outperformed the Index over the reporting period. Its term to maturity was positioned slightly short of the benchmark, which is 90 days. Corporate notes made up the balance of the portfolio (69% at the end of June), reflecting the portfolio adviser's (Connor, Clark & Lunn) preference for credit. Within the government sector (31%), CC&L continued to favour provincial over federal instruments based on the attractive relative yield spreads. This overall positioning added to performance as a result of the relative yield pickup in the Fund's holdings.

Both the Bank of Canada and the U.S. Federal Reserve (Fed) remained on the sidelines during the period, leaving short-term rates unchanged at 0.50%. The Bank of Canada stated in the first quarter that it would monitor the economic impact of the federal budget while expectations for another U.S. rate hike diminished when the Fed indicated that a more gradual monetary policy adjustment was merited given the prevailing global economic environment. After the result of the shocking Brexit vote in late June, markets experienced higher volatility, ultimately pushing longer-term interest rates lower along with the yield on 1-year Canadian treasury bills.

Global economic growth was soft over the first six months of the year. In Canada, business investment remained disappointing and growth was impacted by the Alberta wildfires. The economy is expected to rebound later in the year, however, as oil production resumes and reconstruction efforts take shape.

On the credit front, the portfolio adviser made a small reduction to both bankers' acceptances and short-term paper with a modest increase to corporate notes in the first quarter. In the second quarter, the weighting in corporate paper was reduced and there was a small overall reduction to credit to ensure the Fund has ample liquidity.

The Fund's pre-fee yield was largely unchanged over the reporting period. It ended June at 0.8%, which is where it stood at the end of 2015.

Given the short-term nature of the Fund's investments, there were several changes to the portfolio's specific assets as a number of securities matured over the reporting period.

There were no unusual trends in revenues or expenses over the reporting period.

Recent Developments

At the beginning of the year, the portfolio adviser noted that the outlook for global growth was somewhat foggy and tentative despite some encouraging signs from the manufacturing sector. However, risk levels, including high overall global debt and tight financial conditions, remained elevated. Uncertainty about China and other emerging markets was also still swirling around. In the aftermath of the U.K.'s decision to leave the European Union ('Brexit') in late June, the outlook worsened and the global economy is now expected to experience even weaker growth, driven by lower European business confidence, the negative impact of a stronger U.S. dollar on emerging markets, and increased geopolitical risk.

CC&L feels that the potential deflationary impact from the confluence of weak growth and too much debt will undoubtedly continue to be addressed by aggressive global monetary policies, including less conventional tools like negative interest rates and further quantitative easing measures. The portfolio adviser expects that demand for Canadian money market instruments will remain strong and possibly even increase, fueled primarily by investors' desire to enhance portfolio liquidity. These securities also represent a safe haven for many foreign and domestic investors seeking the security of high quality Canadian debt. As such, this current scenario will likely lead to rates staying within their recent ranges.

The portfolio adviser also notes, however, that interest rates could also move lower should uncertainty intensify or on increased expectations that the Bank of Canada will lower its target rate. If this happens, the Fund's yield would be negatively impacted.

The portfolio continues to maintain a more defensive bias, focusing on higher-quality securities that offer strong liquidity while still providing attractive yields.

Corporate notes comprised roughly 70% of the Fund throughout the reporting period. Included in these holdings are short-dated bonds issued by John Deere, Toyota Credit Canada and Wells Fargo Financial Canada. These securities have helped boost the Fund's yield without exposing it to undue risk.

As for investments in T-Bills, which make up just under one-third of the Fund, focus remained on provincial, rather than federal T-Bills, throughout the first half of the year, based on their attractive relative yield spreads. The portfolio does not currently hold any federal (sovereign) T-Bills.

In light of a slow growing domestic (and global) economy, short-term interest rates are likely to remain anchored at low levels. This means that money market investors should continue to expect meagre returns.

In response to the extremely low interest rate environment, we temporarily reduced the fee on the Fund in 2009 to help maintain a positive yield for investors. The 'One Simple Fee' of the Fund, which is a fixed fee that includes the fee for Steadyhand's services as manager and all of the Fund's operating expenses, was temporarily reduced from 0.65% to 0.20%, and currently remains at this level. The amount of this waiver is determined by us, in our discretion, and the full fees may be restored by us at any time.

There were no changes over the reporting period to the manager, portfolio advisor, accounting policies or investment review committee of the Fund.

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the Manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 0.65%. The 'One Simple Fee' was temporarily reduced from 0.65% to 0.20%. The amount of this waiver is determined by us, in our discretion, and the full fees may be restored by us at any time. This fee is calculated daily and paid monthly based on the net asset value of units of the Fund. For the six months ended June 30, 2016, the Fund paid gross fees of $14,282 to the Manager and distributed $4,216 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

- fees payable to provincial securities commissions in connection with the operation of the funds;
- audit and legal fees;
- costs for preparation, production and distribution of financial and other reports, including semi-annual and annual reports, statements,
- communications to unitholders and other regularly required documents;
- costs for the preparation, production and distribution of this simplified prospectus document and other regulatory documents, including Fund Facts;
- expenditures related to technology required to operate the funds;
- custody, investor servicing, record keeping, accounting, trustee fees and bank charges;
- costs of compliance with applicable securities legislation in connection with the operation of the funds; and
- applicable taxes including GST/HST.

The Fund does not directly or indirectly pay fees, sales commissions or trailing commissions, nor does it provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

As at June 30, 2016 Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 147,886 Series A units, or 10.4% of the total Series A Fund units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units and pays no management fees.

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 since the date of inception. This information is derived from the Fund's unaudited semi-annual and annual audited financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net Assets, beginning of period [1,3,9]	**$10.00**	**$10.00**	**$10.00**	**$10.00**	**$10.00**
Increase (decrease) from operations:					
Total revenue	0.04	0.11	0.11	0.12	0.11
Total expenses	-	(0.03)	(0.01)	(0.01)	(0.01)
Realized gains (losses) for the period	-	-	-	-	-
Unrealized gains (losses) for the period	-	-	-	-	-
Total increase (decrease) from operations [1]	**0.04**	**0.08**	**0.10**	**0.11**	**0.10**
Distributions :					
From income (excluding dividends)	(0.04)	(0.08)	(0.10)	(0.10)	(0.10)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**(0.04)**	**(0.08)**	**(0.10)**	**(0.10)**	**(0.10)**
Net Assets, end of period	**$10.00**	**$10.00**	**$10.00**	**$10.00**	**$10.00**

Series A - Ratios and Supplemental Data	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net asset value (000's) [4]	$14,194	$19,591	$15,512	$11,618	$6,477
Number of units outstanding [4]	1,419,433	1,959,106	1,551,221	1,161,749	647,650
Management expense ratio [5]	0.20%	0.20%	0.20%	0.20%	0.20%
Management expense ratio before waivers or absorptions	0.21%	0.21%	0.23%	0.23%	0.26%
Portfolio turnover rate [6]	-	-	-	-	-
Trading expense ratio [7]	-	-	-	-	-
Transactional net asset value per unit [8]	$10.00	$10.00	$10.00	$10.00	$10.00

Series O – Net Assets Per Unit	*Jun 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net Assets, beginning of period [1,3,9]	**$10.00**	**$10.00**	**$10.00**	**$10.00**	**$10.00**
Increase (decrease) from operations:					
Total revenue	0.04	0.09	0.12	0.12	0.11
Total expenses	-	-	-	-	-
Realized gains (losses) for the period	-	-	-	-	-
Unrealized gains (losses) for the period	-	-	-	-	-
Total increase from operations [1]	**0.04**	**0.09**	**0.12**	**0.12**	**0.11**
Distributions :					
From income (excluding dividends)	(0.04)	(0.09)	(0.11)	(0.11)	(0.11)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**(0.04)**	**(0.09)**	**(0.11)**	**(0.11)**	**(0.11)**
Net Assets, end of period	**$10.00**	**$10.00**	**$10.00**	**$10.00**	**$10.00**

Series O - Ratios and Supplemental Data	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net asset value (000's) [4]	$33,864	$29,729	$26,502	$14,275	$4,689
Number of units outstanding [4]	3,386,439	2,972,917	2,650,221	1,427,484	468,853
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	0.01%	0.01%	0.02%	0.02%	-
Portfolio turnover rate [6]	-	-	-	-	-
Trading expense ratio [7]	-	-	-	-	-
Transactional net asset value per unit [8]	$10.00	$10.00	$10.00	$10.00	$10.00

[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/reinvested in additional units of the Fund, or both.

[3]This information is derived from the Fund's unaudited semi-annual financial statements as at June 30, and audited annual financial statements as at December 31 for the periods stated, and the net assets presented in the financial statements differs from the net asset value calculated for fund pricing purposes until January 1, 2013.

[4]The information is provided as at June 30 or December 31 of the period shown.

[5]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.

[6]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 year. The higher a fund's portfolio turnover 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.

[7]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.

[8] Prior to January 1, 2013, transactional net asset value per unit was used as the basis for financial statement accounting which based fair value on the bid price on the valuation date. After January 1, 2013, fair value is based on closing trade price for daily valuation as well as for regulatory financial reporting purposes, so Net Asset Value Per Unit has been reported for all periods after this date.

[9] The per share data is derived from the Fund's audited annual financial statements for 2011, 2012 and 2013 prepared in accordance with Canadian generally accepted accounting principles, and from the audited financial statements prepared in accordance with International Financial Reporting Standards, for 2014 and 2015. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

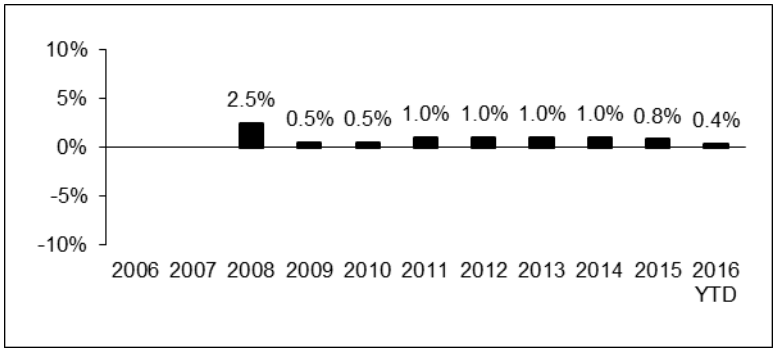
Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund will perform in the future.

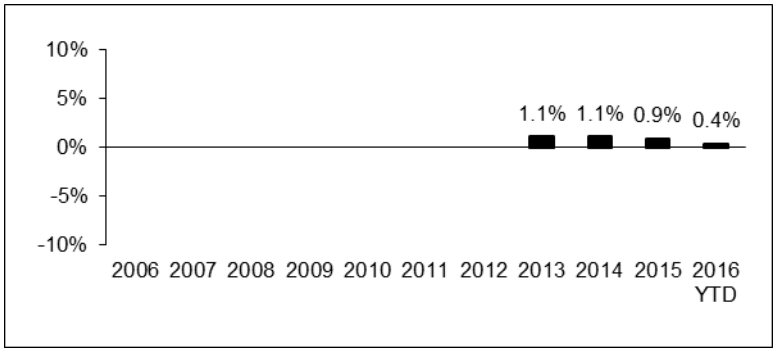
Year-by-Year Returns

The bar charts below show the Fund's annual performance for each of the year's shown, and illustrates how the fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Series A



Series O



Series A units of the Fund were first offered for sale in April 2007. Series O units of the Fund were first offered for sale in February 2012.

Summary of Investment Portfolio as at June 30, 2016

Portfolio Allocation	
	% of Net Assets
Provincial Treasury Bills	30.2%
Bankers Acceptances	32.1%
Corporate Notes	18.4%
Bearer Deposit Notes	4.6%
	85.3%
Corporate Bonds	14.0%
Total Investments	99.3%
Cash, Short-term Notes & Other Assets	0.7%
Total	100.0%

Top 25 Holdings

	% of Net Assets
Province of British Columbia 0.494% 20 Jul 2016	7.8%
Province of Newfoundland and Labrador 0.643% 01 Sept 2016	7.7%
Province of Ontario 0.641% 24 Aug 2016	7.2%
HSBC Bank Canada B/A 0.836% 25 Jul 2016	4.8%
Bank of Montreal B/A 0.733% 28 Jul 2016	4.6%
Hydro One Inc. C/P 0.964% 09 Nov 2016	4.6%
Royal Bank of Canada B/A 0.733% 31 Aug 2016	4.5%
Canadian Imperial Bank of Commerce B/A 0.872% 25 Oct 2016	4.4%
Province of Ontario 0.682% 23 Nov 2016	4.1%
National Bank of Canada B/A 0.768% 18 Jul 2016	3.8%
Bank of Nova Scotia B/A 0.773% 27 Jul 2016	3.6%
Province of Ontario 0.693% 10 Dec 2016	3.5%
Enbridge Pipelines Inc. C/P 1.044% 13 Jul 2016	3.1%
Wells Fargo Canada Corp. C/P 2.774% 09 Feb 2017	3.0%
TransCanada PipeLines Ltd. C/P 1.005% 09 Aug 2016	2.9%
John Deere Canada Funding Inc. C/P 1.950% 12 Apr 2017	2.7%
Suncor Energy Inc. C/P 1.026% 14 Jul 2016	2.5%
Bell Canada C/P 0.937% 06 Jul 2016	2.3%
The Toronto Dominion Bank B/A 0.864% 25 Jul 2016	2.3%
Manulife Bank of Canada BDN 0.902% 14 Dec 2016	2.3%
Manulife Bank of Canada BDN 1.003% 25 Oct 2016	2.3%
Daimler Canada Finance Inc. C/P 2.280% 17 Feb 2017	2.1%
Bank of Montreal C/P 1.148% 10 Apr 2017	2.1%
Canadian Imperial Bank of Commerce C/P 1.007% 08 Mar 2017	2.1%
The Toronto Dominion Bank B/A 0.824% 25 Aug 2016	2.1%

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. Quarterly updates are available (60 days after each quarter end) upon request.

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Income Fund

June 30, 2016

Steadyhand **Income Fund**

Semi-annual Management Report of Fund Performance (June 30, 2016)

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Unitholders 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

Investment Objective and Strategies

The fundamental investment objective of the Steadyhand Income Fund (the "Fund") is to provide a reasonably stable level of income, modest capital growth, and some long-term preservation of capital.

The Fund invests primarily in bonds, but also holds a significant portion of its assets in Real Estate Investment Trusts (**"REITs"**), income trusts and other income-producing securities for added yield and diversification. The bond portion of the Fund is primarily invested in medium to high quality corporate and government bonds of Canadian and foreign issuers. The Fund may also invest in derivatives for hedging purposes to protect against losses or for non-hedging purposes as a substitute for direct investment or to generate income.

Risks

The primary risks associated with an investment in the Fund are credit risk, interest rate risk, price risk and high turnover risk. The portfolio may experience high turnover related to the ongoing reinvesting of short-term money market securities. The other risks are outlined in the simplified prospectus. There were no significant changes to the Fund over the reporting period that affected its overall level of risk.

Results of Operations

Over the past six months, the Fund's net assets increased to $182.1 million as of June 30, 2016, from $171.6 million at the end of 2015. This increase of $10.5 million was attributable to net sales of $2.0 million, an increase in net assets from operations of $10.4 million less $1.9 million in distributions to unitholders.

The Fund gained 5.8% over the first half of the year. Over the same period, the FTSE TMX Canada Universe Bond Index rose 4.1%, while the S&P/TSX Capped Composite Index gained 9.8%.

The Fund's fixed income component outperformed the bond index over the reporting period as a result of positive contributions from both its credit and interest rate strategies. Specifically, the Fund's corporate bond holdings performed well and its holdings in the high yield sector turned in particularly strong performance in the second quarter. On the interest rate side, security positioning in the middle of the yield curve (bonds with 7-10 year terms to maturity) added to performance.

The portfolio benefited from both falling yields and rising Canadian stock prices over the first half of the year. Bonds in general had a strong period as yields fell across the board (when bond yields fall, prices typically rise). The Government of Canada benchmark 10-year bond yield fell from 1.4% to 1.1%, which was a notable decline in a low interest rate environment. Bond yields around the world declined dramatically near the end of June after the Brexit announcement in which the U.K. voted to leave the European Union. This led to a substantial flight to safety as investors feared the pending uncertainty, and sovereign bond prices in particular were bid up.

Emphasis in the portfolio remained on corporate bonds during the reporting period. That said, the portfolio adviser, Connor, Clark & Lunn, reduced the Fund's corporate and high yield bond holdings in the second quarter and increased its weighting in Government of Canada bonds. Despite their lower yields, federal bonds are a valued source of safety for investors and are highly liquid (easy to sell). These securities comprised 19% of the Fund at the end of June, while provincial bonds made up 26% and corporate bonds 29% (of which 5% are high yield bonds).

The portfolio's income-equity component (which consists of dividend-paying stocks, Real Estate Investment Trusts and other income-producing securities) provided a strong return in the first half of the year, gaining 12%. The broad Canadian market started the year on a negative note, but staged a strong recovery in February and March. The rally continued in the second quarter, and the index provided a return of just under 10% over the first six months of 2016. REITs have been one of the strongest areas of the market this year, and the Fund's real estate holdings have been among its best performers.

Sticking with the Fund's equity holdings, key areas of investment include banks, insurers, REITs and consumer stocks. Notable contributors to performance included Chartwell Retirement Residences, Loblaw Companies and Manitoba Telecom Services. Defensive stocks with high dividend yields have performed well this year and have, on average, significantly outperformed more economy-sensitive sectors. The Fund benefited from this, as it has a focus on sustainable dividend payers and growers, and companies that are well positioned to outperform in a more unstable market environment.

At June 30th, fixed income investments comprised 74% of the portfolio's assets (the same weighting as at the end of 2015), while income-equities made up 26% (also the same weighting).

The portfolio adviser expects interest rates to remain at the lower end of established ranges and that they might even go lower should fundamentals deteriorate further. CC&L's strategy will be to continue to favour bonds with mid-term maturities, and on the credit side, their preference is for sectors and securities than can outperform in a volatile environment, with particular attention paid to avoiding companies that are more prone to shareholder-friendly activities.

The asset mix of the Fund was not significantly altered during the reporting period. There were some changes to the Fund's bond holdings, however. Notably, the weighting in corporate bonds was reduced (as noted above) from 40% to 29%, and the weighting in Government of Canada bonds was increased from 12% to 19%.

The Fund's pre-fee yield at the end of June was 2.5%. This is a decrease from its year-end level of 3.1%.

There were no unusual trends in redemptions, sales, revenues or expenses over the reporting period.

Recent Developments

North American central banks remained on the sidelines in the first half of the year, as both the Bank of Canada and the U.S. Federal Reserve Board left their key short-term lending rates unchanged. Other

prominent central banks, however, increased their stimulus measures, including China, Europe and Japan.

Despite their already low yields, bond yields declined even further across the yield curve spectrum. Investor sentiment was mixed early in the year, but regressed back to “risk off” toward the end of June after citizens of the U.K. voted to leave the European Union. This event triggered an immediate flight to safety, which benefited government bond prices around the world, as investors piled into securities with the greatest perceived safety.

As for the portfolio adviser’s outlook, CC&L notes that prior to the U.K. referendum, there was an expectation that global economic growth would remain sub-par for the remainder of the year. Yet, in the aftermath of the shocking Brexit outcome, the global economy is now expected to experience an even weaker growth profile, driven by lower European business confidence, the negative impact of a stronger U.S. dollar on emerging markets, and increased geopolitical risk.

CC&L feels that the potential deflationary impact from this confluence of weak growth and too much debt will undoubtedly continue to be addressed by aggressive global monetary policies, including less conventional tools like negative interest rates and further quantitative easing measures. In this environment of elevated uncertainty, the portfolio will continue to have a more defensive bias and an even greater focus on highly liquid securities.

The Fund’s bond holdings were adjusted in early April to reduce its exposure to high yield bonds and increase its weighting in higher quality investment grade bonds. The adviser feels that weaker global economic growth, diminishing benefits from aggressive monetary policies and high valuation levels for both stock and bond markets limit the upside potential for financial assets in general. As such, a defensive strategy will continue to be deployed.

CC&L expects global economic growth to remain modest for some time. Accordingly, many of the Fund’s stock holdings are positioned to outperform in a modest-growth environment. The financial market volatility experienced so far in 2016 is expected to continue into the second half of the year. As a result, a number of stocks were added to in the utilities, telecom and real estate sectors that typically perform well in a volatile market environment.

A major theme in the Fund’s equity strategy continues to be exposure to high-quality companies with growing dividends. Gold and metals stocks are thus avoided. While mining stocks have had a good run so far this year, their earnings are erratic and price movements tend to be much more volatile.

The Fund paid a distribution of $0.07/unit at the end of March. The distribution was subsequently reduced at the end of June to $0.045/unit, as a reflection of how bond yields have continued to fall. With interest rates as low as they are, investors should expect a more modest stream of income from bonds.

There were no material changes over the reporting period to the portfolio advisor, accounting policies or investment review committee of the Fund.

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the Manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review

committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.04%. The Fund paid the Manager $472,331 of its net assets as management fees and distributed $120,243 in management fee reductions for the six months ended June 30, 2016. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

- fees payable to provincial securities commissions in connection with the operation of the funds;
- audit and legal fees;
- costs for preparation, production and distribution of financial and other reports, including semi-annual and annual reports, statements,
- communications to unitholders and other regularly required documents;
- costs for the preparation, production and distribution of this simplified prospectus document and other regulatory documents, including Fund Facts;
- expenditures related to technology required to operate the funds;
- custody, investor servicing, record keeping, accounting, trustee fees and
- bank charges;
- costs of compliance with applicable securities legislation in connection with the operation of the funds; and
- applicable taxes including GST/HST.

The Manager paid all operating expenses except brokerage charges and withholding taxes.

The Fund does not directly or indirectly pay fees, sales commissions or trailing commissions, nor does it provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

As at June 30, 2016, Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 251,057 Series A units, or 3.0% of the total Fund Series A units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units and pays no management fees.

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 since the date of inception. This information is derived from the Fund's unaudited semi-annual and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net Assets, beginning of period [1,3,9]	**$10.69**	**$11.12**	**$10.69**	**$10.73**	**$10.48**
Increase (decrease) from operations:					
Total revenue	0.17	0.37	0.36	0.40	0.41
Total expenses	(0.07)	(0.15)	(0.14)	(0.09)	(0.08)
Realized gains (losses) for the period	0.02	0.27	0.39	0.21	0.34
Unrealized gains (losses) for the period	0.51	(0.38)	0.43	(0.14)	0.18
Total increase (decrease) from operations [1]	**0.63**	**0.11**	**1.04**	**0.38**	**0.85**
Distributions :					
From income (excluding dividends)	(0.12)	(0.28)	(0.26)	(0.32)	(0.31)
From dividends	-	(0.02)	(0.01)	(0.01)	-
From capital gains	-	(0.22)	(0.32)	(0.13)	(0.26)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**(0.12)**	**(0.52)**	**(0.60)**	**(0.46)**	**(0.57)**
Net Assets, end of period	**$11.19**	**$10.69**	**$11.12**	**$10.69**	**$10.73**

Series A - Ratios and Supplemental Data	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net asset value (000's) [4]	$94,975	$90,920	$94,129	$71,085	$76,201
Number of units outstanding [4]	8,484,671	8,507,316	8,462,514	6,647,859	7,072,454
Management expense ratio [5]	1.04%	1.04%	1.04%	1.04%	1.04%
Management expense ratio before waivers or absorptions	1.04%	1.04%	1.04%	1.04%	1.05%
Portfolio turnover rate [6]	132.01%	177.41%	137.05%	171.49%	164.42%
Trading expense ratio [7]	0.03%	0.02%	0.02%	0.02%	0.03%
Transactional net asset value per unit [8]	$11.19	$10.69	$11.12	$10.69	$10.76

Series O – Net Assets Per Unit	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net Assets, beginning of period [1,3,9]	**$11.06**	**$11.41**	**$10.87**	**$10.82**	**$10.57**
Increase (decrease) from operations:					
Total revenue	0.18	0.39	0.36	0.40	0.47
Total expenses	-	-	-	-	-
Realized gains for the period	0.02	0.26	0.41	0.13	0.10
Unrealized gains (losses) for the period	0.50	(0.47)	0.35	0.03	0.29
Total increase (decrease) from operations	**0.70**	**0.18**	**1.12**	**0.56**	**0.86**
Distributions :					
From income (excluding dividends)	(0.12)	(0.30)	(0.28)	(0.34)	(0.32)
From dividends	-	(0.03)	(0.02)	(0.01)	-
From capital gains	-	(0.23)	(0.33)	(0.13)	(0.26)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**(0.12)**	**(0.56)**	**(0.63)**	**(0.48)**	**(0.58)**
Net Assets, end of period	**$11.65**	**$11.06**	**$11.41**	**$10.87**	**$10.82**

Series O - Ratios and Supplemental Data	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net asset value (000's) [4]	$87,116	$80,656	$71,708	$41,409	$14,921
Number of units outstanding [4]	7,478,113	7,292,039	6,282,427	3,808,034	1,374,357
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	-	-	-	0.01%	-
Portfolio turnover rate [6]	132.01%	177.41%	137.05%	171.49%	164.42%
Trading expense ratio [7]	0.03%	0.02%	0.02%	0.02%	0.03%
Transactional net asset value per unit [8]	$11.65	$11.06	$11.41	$10.87	$10.86

[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/reinvested in additional units of the Fund, or both.
[3]This information is derived from the Fund's unaudited semi-annual financial statements as at June 30, and audited annual financial statements as at December 31 for the period, and the net assets presented in the financial statements differs from the net asset value calculated for fund pricing purposes until January 1, 2013.
[4]The information is provided as at June 30 or December 31 of the period shown.
[5]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.
[6]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 year. The higher a fund's portfolio turnover 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.
[7]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.
[8] Prior to January 1, 2013, transactional net asset value per unit was used as the basis for financial statement accounting which based fair value on the bid price on the valuation date. After January 1, 2013, fair value is based on closing trade price for daily valuation as well as for regulatory financial reporting purposes, so Net Asset Value Per Unit has been reported for all periods after this date.
[9] The per share data is derived from the Fund's audited annual financial statements for 2011, 2012, and 2013 prepared in accordance with Canadian generally accepted accounting principles, and from the audited financial statements prepared in accordance with International Financial Reporting Standards, for 2014 and 2015. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

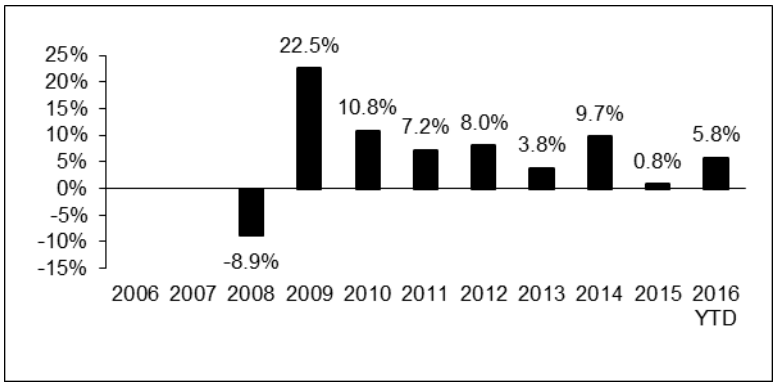
Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund will perform in the future.

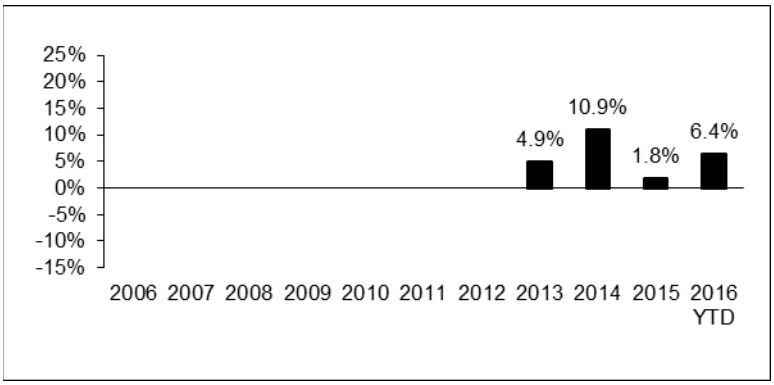
Year-by-Year Returns

The bar charts below show the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Series A



Series O



Series A units of the Fund were first offered for sale in April 2007. Series O units of the Fund were first offered for sale in February 2012.

Summary of Investment Portfolio as at June 30, 2016

Portfolio Allocation

Bonds	% of Net Assets
Federal Bonds	18.4%
Provincial Bonds	25.4%
Corporate Bonds	22.8%
	66.6%
Equities	
Oil & Gas	3.9%
Industrial Goods & Services	1.8%
Consumer Cyclical	1.3%
Consumer Products	1.5%
Financial Services	12.4%
Technology	0.5%
Communication & Media	2.0%
Utilities & Pipelines	2.3%
	25.7%
Pooled Investment Funds	5.0%
Cash, Short-Term Notes & Other Assets	2.7%
Total	100.0%

Top 25 Holdings

	% of Net Assets
CC&L High Yield Bond Fund Series I	5.0%
Canada Housing Trust No.1 2.000% 15 Dec 2019	4.8%
Government of Canada 3.500% 01 Dec 2045	4.7%
Province of Ontario 2.400% 02 Jun 2026	4.1%
Province of Ontario 3.500% 02 Jun 2024	3.3%
Province of Quebec 2.750% 01 Sept 2025	2.9%
Province of Ontario 3.150% 02 Jun 2022	2.7%
Government of Canada 5.000% 01 Jun 2037	2.1%
Government of Canada 1.750% 01 Sep 2019	2.0%
Toronto Dominion Bank	1.9%
Royal Bank of Canada C/P 2.820% 12 July 2018	1.8%
Royal Bank of Canada	1.6%
Government of Canada 2.500% 01 Jun 2024	1.6%
Loblaws Cos Ltd.	1.5%
Chartwell REIT	1.4%
Bank of Montreal C/P 3.400% 23 Apr 2021	1.3%
Province of Quebec 6.250% 01 Jun 2032	1.3%
Brookfield Properties Partners LP	1.2%
Province of Ontario 2.850% 02 June 2023	1.2%
Smart REIT	1.1%
H&R REIT	1.1%
Enbridge Inc.	1.0%
Brookfield Infrastructure Partners LP	1.0%
Bank of Nova Scotia	1.0%
Government of Canada 3.750% 01 Jun 2019	0.9%

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. Quarterly updates are available (60 days after each quarter end) upon request.

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Founders Fund

June 30, 2016

Steadyhand **Founders Fund**

Semi-annual Management Report of Fund Performance (June 30, 2016)

This semi-annual management report of fund performance contains financial highlights but does not contain the complete semi-audited annual financial statements of the investment fund. You can get a copy of the audited annual financial statements at your request, and at no cost, by calling 1-888-888-3147, by writing to us at Steadyhand Investment Management Ltd., 1747 West 3rd Avenue, Vancouver, BC, V6J 1K7 or by visiting our website at www.steadyhand.com or SEDAR at www.sedar.com.

Unitholders 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

Investment Objective and Strategies

The fundamental investment objective of the Steadyhand Founders Fund (the "Fund") is to provide a reasonably stable level of income, modest capital growth, and some long-term preservation of capital.

The Fund invests in Steadyhand's income and equity funds. The underlying fund mix will be a reflection of Tom Bradley's views on market valuations and asset mix. The portfolio has a long-term targeted mix of 60% equities and 40% fixed income, but the equity portion may range from 40% to 75% and fixed income from 25% to 60%. The manager will make tactical shifts in the Fund's asset mix when he feels that stock or bond valuations are at an extreme. The underlying funds may also invest in derivatives for hedging purposes to protect against losses or for non-hedging purposes as a substitute for direct investment or to generate income.

Risks

The primary risks associated with an investment in the Fund are credit risk, interest rate risk, and price risk. The other risks are outlined in the simplified prospectus. There were no significant changes to the Fund over the reporting period that affected its overall level of risk.

Results of Operations

The Fund's net assets stood at $272.7 million as at June 30, 2016, an increase of $28.7 million from $244.0 million as of December 31, 2015. This increase was attributable to net sales of $27.0 million and an increase in net assets from operations of $4.1 million less $2.4 million in distributions to unitholders.

The Fund gained 1.2% over the first half of the year. Over the same period, the Canadian bond market (FTSE TMX Canada Universe Bond Index) gained 4.1%, the Canadian stock market (S&P/TSX Composite Index) rose 9.8%, and the global stock market (MSCI World Index) declined 5.1% in Canadian dollar terms. The Fund has a long-term target asset mix of 60% stocks (35% Canadian; 25% foreign) and 40% fixed income. The Fund underperformed a benchmark comprised of its long-term target asset mix. Its current bias towards foreign equities over Canadian stocks weighed on its performance, as did its higher-than-normal cash weighting (16%).

To date, 2016 has been a strong year for bond investors, as yields have fallen across the board (when bond yields fall, prices typically rise). The Government of Canada benchmark 10-year bond yield fell from 1.4% to 1.1%, which was a notable decline in a low interest rate environment. Bond yields around the world declined dramatically near the end of June after the Brexit announcement in which the U.K. voted to leave the European Union. This led to a substantial flight to safety as investors feared the pending uncertainty, and sovereign bond prices in particular were bid up.

The Fund's bond investments performed well, and in particular, its holdings in the high yield sector turned in strong performance in the second quarter. On the interest rate side, security positioning in the middle of the yield curve (bonds with 7-10 year terms to maturity) added to performance.

Emphasis in the bond portion of the portfolio remained on corporate bonds during the reporting period. That said, the portfolio adviser for the Steadyhand Income Fund, Connor, Clark & Lunn, reduced that fund's corporate and high yield bond holdings in the second quarter and increased its weighting in Government of Canada bonds. Despite their lower yields, federal bonds are a valued source of safety for investors and are highly liquid (easy to sell).

The portfolio's Canadian stocks performed well, on balance. This component of the Fund is diversified across income-oriented securities (through its investment in the Steadyhand Income Fund), high-quality companies with growing dividends (Steadyhand Equity Fund), and to a lesser extent, smaller companies with higher growth profiles (Steadyhand Small-Cap Fund). The Fund doesn't have as much exposure to resource stocks as the broader Canadian market, however. This weighed on performance somewhat, as commodity-related stocks had a strong showing in the period (gold stocks in particular).

The Fund's foreign equity holdings (through its investments in the Steadyhand Global Equity Fund and Steadyhand Equity Fund) were its weakest performers. This was attributable in part to a stronger loonie: the Canadian dollar appreciated 7% against the U.S. dollar, 5% against the Euro, and 18% against the British Pound. When the dollar rises against other currencies, stocks denominated in those currencies are worth less value in Canadian dollar terms. Global markets were also troubled by negative interest rates (in Europe and Japan), slower economic growth, and the move by British voters to leave the European Union.

The Steadyhand Global Equity Fund, which makes up 23% of the Founders Fund (at June 30th) was the greatest detractor to performance (the fund was down 10%). There are three reasons for its weak performance: (1). The fund holds significantly less U.S. stocks than the index does (American stocks make up less than 20% of the fund, but comprise almost 60% of the index), and U.S. stocks have outperformed most of their global peers this year; (2) The fund's investments are largely focused in large-cap value stocks in Europe and Asia and these stocks – which can be characterized as having low price-to-earnings multiples, low price-to-book value ratios, and higher dividend yields – have been out of favour for quite some time, as investors have been favouring high-quality growth stocks instead (particularly in the U.S.); and (3) the fund's investments in bank stocks have performed particularly poorly. In specific, European banks are unloved, and many sold off sharply after the United Kingdom's vote to leave the European Union in late June. Financial services companies represent the largest exposure in the Global Equity Fund by industry, and their share price declines have had the greatest impact on its performance this year.

Foreign companies account for over half of the Fund's stocks, as we feel they are more attractive than their Canadian counterparts from a valuation perspective.

The overall equity weighting ranged from 59-66% over the first half of the year. It started the year at 59%, but as stock markets declined in January and February, we took the opportunity to increase our exposure to equities, bringing their weighting up to 66% at the end of the first quarter. However, prices rebounded meaningfully in the spring and by May, stock values were once again in-line with long-term averages. We took this opportunity to bring our equity exposure back to its long-term target (60%). The balance between Canadian and foreign stocks remained fairly consistent, with a bias towards foreign securities throughout the period. At the end of June, foreign stocks made up 33% of the Fund, while Canadian stocks comprised 27% (at the end of 2015, the weightings were 33% foreign and 26% Canadian).

The Fund's overall weighting in bonds decreased slightly over the first half of the year, from 25% to 24%, and remains below the long-term target (35%). Extremely low interest rates portend low single-digit bond returns in the coming years.

In lieu of a full bond allocation, the cash reserve was higher than normal throughout the first half of the year. Between the Fund's investment in the Steadyhand Savings Fund and cash held in the equity funds, the reserve stood at 16% at the end of June. Despite near-zero yields, cash and short-term securities provide protection against rising interest rates and are a ready source of liquidity in the event of heightened market volatility.

There were no unusual trends in redemptions, sales, revenues or expenses over the reporting period.

Recent Developments

Stock markets had a mixed start to 2016. The Canadian market was a standout and gained nearly 10% over the first half of the year, with mining and oil & gas stocks leading the way. Foreign stocks saw more mixed results, however, with many markets around the globe turning in modest losses in Canadian dollar terms. It was a volatile period for global stocks. In particular, the U.K.'s decision in late June to leave the European Union jolted markets around the globe. Many stocks bounced back in the days following, however, and losses have thus far been concentrated in the banking sector. Currency movements were pronounced over the period, with the Canadian dollar gaining ground on the U.S. dollar and most other major global currencies (the Japanese Yen being the exception).

North American central banks remained on the sidelines in the first half of the year, as both the Bank of Canada and the U.S. Federal Reserve Board left their key short-term lending rates unchanged. Other prominent central banks, however, increased their stimulus measures, including China, Europe and Japan.

Despite their already low yields, bond yields declined even further (across the yield curve spectrum) and the Canadian bond market provided a positive return (bond prices rise when yield fall) over the reporting period. Investor sentiment was mixed early in the year, but regressed back to "risk off" toward the end of June after citizens of the U.K. voted to leave the European Union. This event triggered an immediate flight to safety, which benefited government bond prices around the world, as investors piled into securities with the greatest perceived safety.

The Fund maintained a higher-than-normal cash position, although it varied throughout the reporting period. It started the year at 16%, but was brought down to 10% by the end of the first quarter, as we added to stocks early in the year as markets sold off and valuations looked attractive. We increased the cash level in the second quarter, as stocks rebounded and we trimmed their weighting in the Fund back to their long-term target, directing the proceeds to cash. The cash reserve ended the reporting period at 16%. We feel this position is prudent, as stock valuations appear expensive and bond yields are

exceptionally low. The cash reserve provides protection against rising interest rates, and optionality if markets encounter heightened volatility.

There were some adjustments to the portfolio's underlying mix of funds in the first half of the year. The Income Fund's weighting in the portfolio held constant at 32-33%. The Equity Fund started the year with a weighting of 25%, but ended the first quarter with a weighting of 30%, and was brought back down to 25% at the end of June. The Global Equity Fund's weighting in the portfolio was held fairly constant at 23-25%, and the Small-Cap Equity Fund ranged from 6-8%. The position in the Savings Fund ranged from 8-12%. The overall bond weighting decreased slightly from 25% to 24%, and the stock weighting ended June at 60% (although its range varied, as mentioned in the previous section). The cash reserve, as noted above, ended the reporting period where it started at 16%, although it varied throughout.

With respect to the fixed income portion of the portfolio (Steadyhand Income Fund), the portfolio adviser (Connor, Clark & Lunn) feels that the potential deflationary impact from the confluence of weak growth and too much debt will undoubtedly continue to be addressed by aggressive global monetary policies, including less conventional tools like negative interest rates and further quantitative easing measures. In this environment of elevated uncertainty, the portfolio's fixed income investments will continue to have a more defensive bias and an even greater focus on highly liquid securities. As a reflection of this, the Fund's bond holdings were adjusted in early April to reduce its exposure to high yield bonds and increase its weighting in higher quality investment grade bonds.

At the end of June, foreign equities comprised 33% of the portfolio, while Canadian equities made up 27% (the Fund's long-term target is 35% Canadian and 25% foreign). At the end of 2015, the mix was 33% foreign and 26% Canadian. On the foreign side, the Fund is tilted toward European and Asian stocks, as opposed to U.S. companies, due primarily to the Global Equity Fund's focus on these regions. We believe this strategy continues to be compelling due to the valuation gap between these regions and the U.S. Not only are price-to-earnings ratios lower, but the companies have more room to grow profit margins, especially with tailwinds building in the form of lower energy costs.

The equities in the Fund (through its holdings in the Steadyhand Equity Fund, Steadyhand Global Equity Fund and Steadyhand Small-Cap Equity Fund) remain well diversified across industry sectors. The greatest exposure lies in the Industrial Goods & Services, Financial Services, Oil & Gas, and Consumer sectors, while investments in Utilities, Communications & Media, and Basic Materials (e.g. mining and metals) are more modest. Over the reporting period, the Fund's investments in the Healthcare, Oil & Gas and Retailing sectors were modestly increased. Exposure to the Financial Services sector, on the other hand, was decreased as a result of the weak performance of the Fund's holdings in the sector.

With its high cash position (16%) and focus on higher-quality stocks and bonds, the Fund is cautiously positioned. If markets experience a downturn, this positioning should soften the blow from negative stock and bond returns, and enable us to purchase investments at more attractive valuations. If markets continue to move higher, the Fund's cash position will dampen returns.

There were no changes over the reporting period to the manager, portfolio advisor, accounting policies or investment review committee of the Fund.

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis.

The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.34%. The Fund paid the Manager $1,700,314 of its net assets as management fees and distributed $432,024 in management fee reductions for the six months ending June 30, 2016. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

- fees payable to provincial securities commissions in connection with the operation of the funds;
- audit and legal fees;
- costs for preparation, production and distribution of financial and other reports, including semi-annual and annual reports, statements,
- communications to unitholders and other regularly required documents;
- costs for the preparation, production and distribution of this simplified prospectus document and other regulatory documents, including Fund Facts;
- expenditures related to technology required to operate the funds;
- custody, investor servicing, record keeping, accounting, trustee fees and
- bank charges;
- costs of compliance with applicable securities legislation in connection with the operation of the funds; and
- applicable taxes including GST/HST.

The Manager paid all operating expenses except brokerage charges and withholding taxes.

The Fund does not directly or indirectly pay fees, sales commissions or trailing commissions, nor does it provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

As at June 30, 2016, Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 245,546 units, or 1.1% of the total fund units. The Fund holds 100% of the O series units of the Steadyhand Savings, Income, Equity, Global Equity and Small-Cap Equity Funds and does not pay any management fees to the underlying funds.

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 since the date of inception. This information is derived from the Fund's semiannual unaudited and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net Assets, beginning of period [1,3,9]	$12.29	$12.17	$11.76	$10.44	$10.00
Increase (decrease) from operations:					
Total revenue	0.04	0.60	0.70	0.34	0.31
Total expenses	(0.06)	(0.13)	(0.12)	(0.14)	(0.10)
Realized gains for the period	0.07	-	0.02	-	0.33
Unrealized gains for the period	0.14	(0.03)	0.18	1.93	0.61
Total increase from operations [1]	**0.19**	**0.44**	**0.78**	**2.13**	**1.15**
Distributions :					
From income (excluding dividends)	(0.10)	(0.15)	(0.15)	(0.15)	(0.17)
From dividends	-	-	-	-	-
From capital gains	-	(0.21)	(0.27)	(0.14)	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**(0.10)**	**(0.36)**	**(0.42)**	**(0.29)**	**(0.17)**
Net Assets, end of period	**$12.34**	**$12.29**	**$12.17**	**$11.76**	**$10.44**

Series A - Ratios and Supplemental Data	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net asset value (000's) [4]	$272,673	$244,046	$184,615	$107,900	$39,410
Number of units outstanding [4]	22,096,837	19,863,499	15,174,225	9,173,947	3,776,375
Management expense ratio [5]	1.34%	1.34%	1.34%	1.34%	1.34%
Management expense ratio before waivers or absorptions	1.34%	1.34%	1.34%	1.35%	1.36%
Portfolio turnover rate [6]	14.11%	5.93%	8.05%	0.41%	-
Trading expense ratio [7]	0.06%	0.07%	0.06%	0.07%	0.10%
Transactional net asset value per unit [8]	$12.34	$12.29	$12.17	$11.76	$10.44

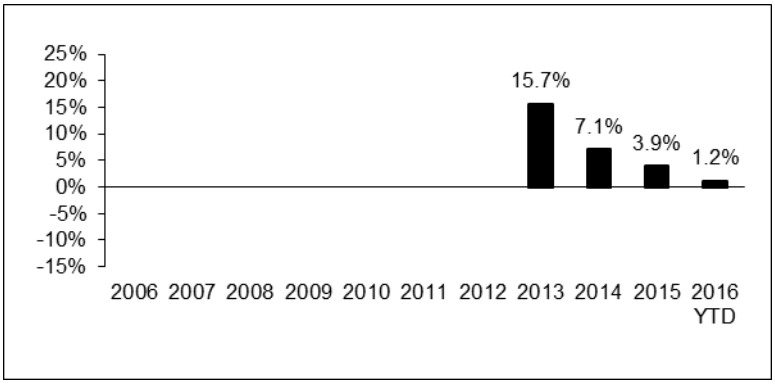
[1]Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.
[2]Distributions were paid in cash/reinvested in additional units of the Fund, or both.
[3]This information is derived from the Fund's unaudited semi-annual financial statements as at June 30, 2016 and audited annual financial statements as at December 31, and the net assets presented in the financial statements differs from the net asset value calculated for fund pricing purposes until January 1, 2013.
[4]The information is provided as at December 31 of the period shown.
[5]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.
[6]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 year. The higher a fund's portfolio turnover 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.
[7]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.
[8] Prior to January 1, 2013, transactional net asset value per unit was used as the basis for financial statement accounting which based fair value on the bid price on the valuation date. After January 1, 2013, fair value is based on closing trade price for daily valuation as well as for regulatory financial reporting purposes, so Net Asset Value Per Unit has been reported for all periods after this date.
[9] The per share data is derived from the Fund's audited annual financial statements for 2011, 2012, and 2013 prepared in accordance with Canadian generally accepted accounting principles, and from the audited financial statements prepared in accordance with International Financial Reporting Standards, for 2014 and 2015. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart below shows the Fund's annual performance for each of the year's shown, and illustrates how the Fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.



The Fund first offered units for sale in February 2012.

Summary of Investment Portfolio as of June 30, 2016

Portfolio Allocation	
Pooled Investment funds	99.6%
Cash, Short-Term Notes & Other Assets	0.4%
Total	**100.0%**

Top 6 Holdings	*% of Net Assets*
Steadyhand Income Fund , Series O	31.8%
Steadyhand Equity Fund, Series O	25.2%
Steadyhand Global Equity Fund, Series O	23.2%
Steadyhand Savings Fund, Series O	12.3%
Steadyhand Small Cap Equity Fund, Series O	7.0%

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. Quarterly updates are available (60 days after each quarter end) upon request.

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Equity Fund

June 30, 2016

Steadyhand **Equity Fund**

Semi-annual Management Report of Fund Performance (June 30, 2016)

This semi-annual management report of fund performance contains financial highlights but does not contain the complete unaudited semi-annual and audited annual financial statements of the investment fund. You can get a copy of the unaudited semi-annual and audited annual financial statements at your request, and at no cost, by calling 1-888-888-3147, by writing to us at Steadyhand Investment Management Ltd., 1747 West 3rd Avenue, Vancouver, BC, V6J 1K7 or by visiting our website at www.steadyhand.com or SEDAR at www.sedar.com.

Unitholders 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

Investment Objective and Strategies

The fundamental investment objective of the Steadyhand Equity Fund (the "Fund") is to provide long-term capital growth by investing primarily in a concentrated, yet well-diversified portfolio of North American equities. The Fund also invests a small portion of its assets in overseas equities for added diversification.

The portfolio advisor looks for companies that have a history of profitability, a sustainable competitive advantage and are run by management teams that are committed to increasing shareholder value. As part of their investment process and discipline, the portfolio advisor invests in a maximum of 25 stocks.

Risks

The primary risks associated with an investment in the Fund are market risks, including interest rate risk, foreign currency risk, price risk, and concentration risk. The other risks are outlined in the simplified prospectus. There were no material changes to the Fund over the reporting period that affected its overall level of risk.

Results of Operations

Over the last six months, the Fund's net assets increased to $145.1 million as of June 30, 2016, from $129.6 million at the end of 2015. This increase of $15.5 million was mostly attributable to net sales of $9.6 million over the period and increase in net assets from operations of $6.0 million over the reporting period, less distributions to unitholders of approximately $0.1 million.

The Fund (Series A) gained 3.1% over the first half of the year. Over the same period, the S&P/TSX Composite Index gained 9.8%, while the MSCI World Index ($Cdn) declined 5.1% in Canadian dollar terms. The Fund underperformed the S&P/TSX Composite Index due in part to its lighter exposure to resource stocks, which were strong performers as commodity prices rebounded. The Fund outperformed the MSCI World Index, on the other hand, due largely to its Canadian investments, which comprised 55% of the Fund at the end of June, and drove performance over the reporting period.

The Canadian dollar appreciated against the U.S. dollar (+7%) and most other major foreign currencies, which detracted from the returns of foreign stocks in Canadian dollar terms. For the most part, the portfolio's foreign holdings provided positive returns in their local currencies, but the impact of a stronger

Canadian dollar dampened their returns in Canadian dollars. These holdings are concentrated in leading global consumer brands.

A rebound in commodity prices benefited the Fund's resource holdings. In particular, Franco-Nevada (a gold-focused royalty company) and Westshore Terminals (Canada's leading coal export facility) both gained over 50%. Ritchie Bros. Auctioneers (a leading auctioneer of heavy machinery) also benefited from rising resource prices, which increased the expected demand for its services. The Fund's direct resource holdings (which include oil & gas and mining-focused companies) comprise a little over 20% of the Fund. Other stocks that saw strong price gains in the first half of the year included Home Capital Group and Lincoln Electric.

There weren't a lot of holdings that declined over the reporting period, although Magna International (a Canadian auto parts manufacturer) was the notable exception. The prospect of slow economic growth and uncertainty in Europe led investors to question the prospects for auto sales. This hurt Magna's share price, which dropped roughly 20% over the first half of the year. CVS Health, Novartis and FEMSA also saw modest share price declines.

The themes in the portfolio have remained unchanged thus far in 2016: (1) a focus on best-in-class companies with leading market positions across a broad range of industries (e.g. Visa, TD Bank, Ritchie Bros. Auctioneers), (2) leading consumer-focused businesses (e.g. Unilever, Loblaw Companies, Starbucks, FEMSA), and (3) companies with a far-reaching footprint that generate significant revenues outside Canada (e.g. CAE, Novartis, Ecolab).

As noted, foreign stocks comprise a key part of the Fund (45% at the end of June). These stocks provide exposure to multinational companies not available in Canada in the healthcare, retailing and consumer sectors. The Fund's largest foreign holdings (in terms of their weight in the portfolio) include CVS Health, Visa, Novozymes, Ecolab and Novartis.

The Fund's overall sector composition did not change materially in the first half of the year and there were only a few minor adjustments to report. Consumer Cyclical stocks increased from 2% to 4% of the Fund's equities, while Financial Services companies decreased from 21% to 19%. The weightings of the other sectors were little changed.

The portfolio's geographic profile was also largely unchanged over the reporting period. The weighting of Canadian stocks rose slightly, from 53% to 55%, while Overseas stocks decreased from 16% to 15%. U.S. stocks remained unchanged at 26%.

The Fund's cash position decreased marginally, from roughly 4% to 2% of its total assets.

There were no unusual trends in redemptions, sales, revenues or expenses over the reporting period.

Recent Developments

The Canadian market gained nearly 10% over the first half of the year, with mining and oil & gas stocks being the standouts. Foreign stocks saw more mixed results and currency movements were pronounced, with the Canadian dollar gaining ground on the U.S. dollar and most other major global currencies (the Japanese Yen being the exception).

Market volatility continues to be a theme, with the unexpected result of the Brexit vote in late June being the latest cause of sharp stock price movements. The portfolio adviser (CGOV Asset Management) doesn't attempt to forecast macro factors (e.g., future currency and stock market levels), as they believe

they are highly uncertain and impossible to predict with any consistency. CGOV views market volatility, however, as an opportunity to purchase shares of select companies at discounts to what they feel they are worth, and sell shares of others at premiums. The first half of the year provided opportunity for both.

A good example is Magna International. Both auto manufacturers and parts suppliers fell sharply after the Brexit vote given concerns that the outcome would adversely impact the overall European economy. CGOV's view is that Magna remains a high-quality business given its diversified revenue exposure (by country and end-consumer), healthy balance sheet and track record of innovation. The company has also positioned itself well as the premier supplier for the 'car-of-the-future'. Further, it trades at a historically low valuation and has an attractive dividend yield. Accordingly, CGOV saw the volatility in its share price as an opportunity to add to the Fund's position in the stock.

Conversely, Ritchie Bros. Auctioneers has been a strong performer as its management has delivered on a number of strategic initiatives. Recent results have exceeded expectations and investors are excited about the stock and have driven its share price higher, to the point where it's trading at a premium valuation. As such, CGOV took the opportunity to trim the Fund's position in the stock.

Overall, valuations are not as attractive as they have been in recent years and CGOV sees limited opportunities in the market. Companies with sustainable competitive advantages and low levels of debt remain expensive, even with the recent turmoil in the market caused by the Brexit vote. The adviser's focus is on maintaining a portfolio of high-quality names. As well, stocks such as CBOE Holdings (the creator of the VIX Volatility Index) and Franco-Nevada (gold) provide the portfolio with some protection from uncertainty.

Portfolio turnover was low in the first half of the year and the makeup of the Fund did not change materially as no stocks were added or removed from the Fund. The intense volatility, however, created opportunities to add to a few holdings. In addition to Magna (highlighted above), additional shares were purchased in Suncor Energy, Agrium, Starbucks and CBOE Holdings. Holdings that were trimmed on price strength include Ritchie Bros. Auctioneers (see above), Franco-Nevada and Loblaw Companies.

The Fund continues to consist primarily of profitable, steady companies, complemented by a smaller group of more cyclical businesses in the resource sector. Foreign stocks continue to make up a large part of the Fund as CGOV is seeing value in industries not well represented in Canada, notably in the consumer sector. From a revenue standpoint, the companies in the Fund generate roughly one-third of their revenues in Canada, one-third in the U.S. and one-third internationally.

At the end of the reporting period, the Fund held 25 stocks, which is the maximum number of companies the portfolio adviser will own at any given time. While the Fund's holdings are concentrated in a limited number of stocks, CGOV ensures that the portfolio is well diversified across a broad range of industries.

With close to half of the Fund's investments listed on foreign exchanges, the impact of currency fluctuations remains a risk of the Fund. More specifically, it has exposure to the U.S. dollar, Euro, and British pound.

There were no changes over the reporting period to the manager, portfolio advisor, accounting policies or investment review committee of the Fund.

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the Manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.42%. For the six months ending June 30, 2016, the Fund paid gross fees of $508,025 to the Manager and distributed $129,848 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

- fees payable to provincial securities commissions in connection with the operation of the funds;
- audit and legal fees;
- costs for preparation, production and distribution of financial and other reports, including semi-annual and annual reports, statements,
- communications to unitholders and other regularly required documents;
- costs for the preparation, production and distribution of this simplified prospectus document and other regulatory documents, including Fund Facts;
- expenditures related to technology required to operate the funds;
- custody, investor servicing, record keeping, accounting, trustee fees and
- bank charges;
- costs of compliance with applicable securities legislation in connection with the operation of the funds; and
- applicable taxes including GST/HST.

The Manager paid all operating expenses except brokerage charges and withholding taxes.

The Fund does not directly or indirectly pay fees, sales commissions or trailing commissions, nor does it provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

As at June 30, 2016, Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 250,128 Series A units, or 5.0% of the total Fund Series A units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units and pays no management fees.

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 since the date of inception. This information is derived from the Fund's unaudited semi-annual and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net Assets, beginning of period [1,3,9]	**$14.72**	**$13.78**	**$12.53**	**$10.45**	**$9.37**
Increase (decrease) from operations:					
Total revenue	0.24	0.32	0.27	0.26	0.23
Total expenses	(0.08)	(0.16)	(0.14)	(0.12)	(0.10)
Realized gains (losses) for the period	0.17	0.44	0.38	0.74	0.78
Unrealized gains (losses) for the period	0.20	0.57	1.13	1.59	0.59
Total increase (decrease) from operations [1]	**0.53**	**1.17**	**1.64**	**2.47**	**1.50**
Distributions :					
From income (excluding dividends)	-	(0.01)	(0.01)	-	-
From dividends	-	(0.09)	(0.10)	(0.10)	(0.10)
From capital gains	-	(0.10)	(0.28)	(0.25)	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.20)**	**(0.39)**	**(0.35)**	**(0.10)**
Net Assets, end of period	**$15.18**	**$14.72**	**$13.78**	**$12.53**	**$10.45**

Series A - Ratios and Supplemental Data	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net asset value (000's) [4]	$76,344	$69,182	$61,520	$49,398	$45,013
Number of units outstanding [4]	5,0285,548	4,699,218	4,464,338	3,943,727	4,303,292
Management expense ratio [5]	1.42%	1.42%	1.42%	1.42%	1.42%
Management expense ratio before waivers or absorptions	1.42%	1.42%	1.42%	1.42%	1.43%
Portfolio turnover rate [6]	7.09%	17.13%	18.74%	42.99%	31.21%
Trading expense ratio [7]	0.02%	0.03%	0.04%	0.04%	0.05%
Transactional net asset value per unit [8]	$15.18	$14.72	$13.78	$12.53	$10.46

Series O – Net Assets Per Unit	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net Assets, beginning of period [1,3,9]	**$14.99**	**$13.97**	**$12.65**	**$10.50**	**$9.81**
Increase (decrease) from operations:					
Total revenue	0.25	0.33	0.27	0.26	0.31
Total expenses	-	-	-	-	-
Realized gains for the period	0.15	0.37	0.35	0.86	0.84
Unrealized gains for the period	0.34	0.56	1.19	1.57	0.51
Total increase from operations [1]	**0.74**	**1.26**	**1.81**	**2.69**	**1.66**
Distributions :					
From income (excluding dividends)	-	(0.02)	(0.01)	(0.01)	-
From dividends	-	(0.23)	(0.24)	(0.21)	(0.18)
From capital gains	-	(0.11)	(0.29)	(0.26)	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.36)**	**(0.54)**	**(0.48)**	**(0.18)**
Net Assets, end of period	**$15.56**	**$14.99**	**$13.97**	**$12.65**	**$10.50**

Series O - Ratios and Supplemental Data	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net asset value (000's) [4]	$68,741	$60,386	$35,753	$22,591	$8,773
Number of units outstanding [4]	4,416,528	4,029,329	2,558,682	1,786,033	834,853
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	-	-	0.01%	0.01%	-
Portfolio turnover rate [6]	7.09%	17.13%	18.74%	42.99%	31.21%
Trading expense ratio [7]	0.02%	0.03%	0.04%	0.04%	0.05%
Transactional net asset value per unit [8]	$15.56	$14.99	$13.97	$12.65	$10.51

[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/reinvested in additional units of the Fund, or both.
[3]This information is derived from the Fund's unaudited semi-annual financial statements as at June 30, and audited annual financial statements as at December 31 for the period stated, and the net assets presented in the financial statements differs from the net asset value calculated for fund pricing purposes until January 1, 2013.
[4]The information is provided as at June 30 and December 31 of the period shown.
[5]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.
[6]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 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 year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.
[7]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.
[8] Prior to January 1, 2013, transactional net asset value per unit was used as the basis for financial statement accounting which based fair value on the bid price on the valuation date. After January 1, 2013, fair value is based on closing trade price for daily valuation as well as for regulatory financial reporting purposes, so Net Asset Value Per Unit has been reported for all periods after this date.
[9] The per share data is derived from the Fund's audited annual financial statements for 2011, 2012 and 2013 prepared in accordance with Canadian generally accepted accounting principles, and from the audited financial statements prepared in accordance with International Financial Reporting Standards, for 2014 and 2015. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

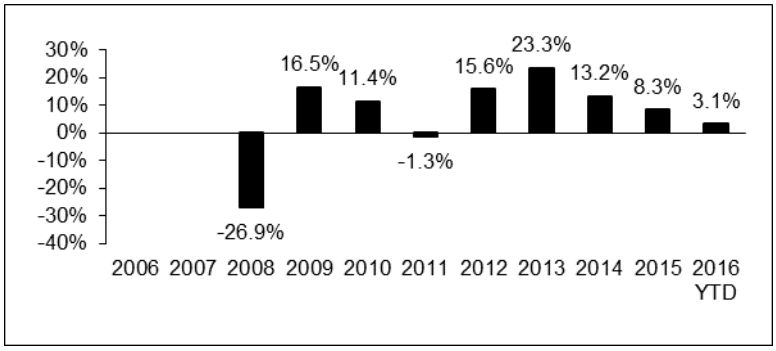
Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar charts below shows the Fund's annual performance for each of the year's shown, and illustrates how the Fund's performance has changed from year to year. The charts show, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Series A



Series O

Series A units of the Fund were first offered for sale in April 2007. Series O units of the Fund were first offered for sale in February 2012.

Summary of Investment Portfolio as at June 30, 2016

Equities	
	% of Net Assets
Oil & Gas	13.1%
Basic Materials	7.9%
Industrial Goods & Services	30.6%
Consumer Cyclical	3.8%
Consumer Products	6.9%
Retailing	12.6%
Healthcare	4.2%
Financial Services	18.3%
	97.4%
Cash, Short-term Notes & Other Assets	2.6%
Total	100.0%

Top 25 Holdings	
	% of Net Assets
Suncor Energy Inc.	6.1%
CVS Health Corp.	5.4%
Visa Inc.	5.2%
CCL Industries Inc.	4.6%
PrairieSky Royalty Ltd.	4.3%
Novozymes A/S	4.3%
Ecolab Inc.	4.2%
Novartis AG, ADR	4.2%
Franco-Nevada Corp.	4.2%
Toronto-Dominion Bank	3.9%
CAE Inc.	3.9%
Canadian National Railway Co.	3.8%
Fomento Economico Mexicano SAB de CV	3.8%
Agrium Inc.	3.8%
Magna International Inc.	3.8%
Ritchie Bros Auctioneers Inc.	3.6%
Starbucks Corp.	3.6%
Loblaw Cos Ltd.	3.6%
CBOE Holdings Inc.	3.5%
Westshore Terminals Investment Corp.	3.1%
Unilever PLC, ADR	3.1%
Experian PLC	3.0%
Lincoln Electric Holdings Inc.	3.0%
Pason Systems Inc.	2.7%
Home Capital Group Inc.	2.7%

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. Quarterly updates are available (60 days after each quarter end) upon request.

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Global Equity Fund

June 30, 2016

Steadyhand **Global Equity Fund**

Semi-annual Management Report of Fund Performance (June 30, 2016)

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Unitholders 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

Investment Objective and Strategies

The fundamental investment objective of the Steadyhand Global Equity Fund (the "Fund") is to provide long-term capital growth by investing in a concentrated, yet well-diversified portfolio of equities around the globe, with a focus on the developed world.

The portfolio adviser looks for companies that have a proven ability to generate strong and stable cash flows, can be expected to gain market share over the long term, and trade at reasonable valuations. Stocks are not included in the Fund by reference to their weight in an index or by their market capitalization. The manager simply looks for the best risk-adjusted opportunities.

Risks

The primary risks associated with an investment in the Fund are foreign market risk, concentration risk and currency risk. The other risks are outlined in the simplified prospectus. There were no changes to the Fund over the reporting period that affected its overall level of risk.

Results of Operations

Over the reporting period, the Fund's net assets increased by $1.4 million to $120.4 million as of June 30, 2016, from $119.0 million at the end of 2015. This increase was attributable to net sales of $12.9 million, and an $11.3 million decrease in net assets from operations less $0.2 million in unitholder distributions.

The Fund declined 10.0% over the first half of the year. Over the same period, the MSCI World Index ($Cdn) declined 5.1%. Global stock markets have produced mixed results thus far in 2016. The U.S. market (S&P 500 Index) is up modestly in U.S. dollar terms, while most European markets have lost ground. The Japanese market is also trading lower in local currency terms, while emerging markets are in positive territory on balance.

The impact of currency movements has played a big role in returns for Canadian investors holding foreign stocks. Over the first six months of the year, our dollar has appreciated 7% against the U.S. dollar, 5% against the Euro, and 18% against the British Pound. The loonie has depreciated 9% against the

Japanese Yen, on the other hand. On balance, our dollar's strength against most other currencies has had a negative impact on the Fund's return (a rising loonie dampens the returns of foreign securities in Canadian dollar terms).

The Fund underperformed the index over the reporting period. There are two three reasons for its weaker performance:

1). The Fund holds significantly less U.S. stocks than the index does (American stocks make up less than 20% of the Fund, but comprise almost 60% of the index). And U.S. stocks have outperformed most of their global peers this year.

2). The Fund's investments are largely focused in large-cap value stocks in Europe and Asia. These stocks, which can be characterized as having low price-to-earnings multiples, low price-to-book value ratios, and higher dividend yields, have been out of favour for quite some time, as investors have been favouring high-quality growth stocks instead (particularly in the U.S.).

3). The Fund's investments in bank stocks have performed particularly poorly. In specific, European banks are unloved, and many sold off sharply after the United Kingdom's vote to leave the European Union in late June. Financial services companies represent the largest exposure in the portfolio by industry (21% of the Fund), and their share price declines have had the greatest impact on performance this year.

Japanese stocks in general have also had a tough year, and these stocks continue to comprise the largest weighting in the Fund of any individual country (at 23% of the portfolio). In particular, the strong Yen is hurting export companies. Yet, the flip-side of this is that the stronger Japanese currency has dampened losses in Canadian dollar terms.

A bright spot this year has been energy stocks. Shell and BP, for example, have regained some lost ground as the price of oil has rebounded 30%. As well, Apache, purchased last summer, is proving to be a timely addition to the portfolio.

Other positive contributors to performance were Ubisoft (a French video game developer), Whirlpool (a U.S. appliance maker) and Johnson Controls (a multinational auto parts manufacturer), among others.

There were some adjustments to the composition of the portfolio over the first six months of the year. The largest increase in sector exposure was in Healthcare, which rose from 15% of the portfolio's equities at the end of 2015 to 19% at the end of June (Sanofi and Celgene were added). The Technology sector also increased, from 9% to 12%. As well, two stocks in the Retailing sector were added to the portfolio, Tesco and Takashimaya, bringing its weight to 4% (from 0%)

Also of note, the Financial Services sector dropped from 25% to 21% due to weak performance. As well, the Industrial Goods & Services sector decreased from 11% to 7% (weak performance) and the Communications & Media sector decreased from 11% to 7% (KDDI was sold).

From a geographic standpoint, Europe and Asia remain key areas of focus. European stocks (including the U.K.) comprise 42% of the portfolio while Asian stocks make up 39%. There were some changes to the geographic profile of the portfolio, with the weighting of European stocks (ex-U.K.) increasing from 22% to 25%, and Japanese stocks decreasing from 27% to 23%.

The Fund held 40 stocks at the end of June (unchanged from the number it held at the beginning of the year), and its cash position decreased slightly, from 7% to 6%.

There were no unusual trends in redemptions, sales, revenues or expenses over the reporting period.

Recent Developments

It was a volatile six months for global stocks. In particular, the U.K.'s decision in late June to leave the European Union jolted markets around the globe. Many stocks bounced back in the days following, however, and losses have thus far been concentrated in the banking sector.

Many stock markets around the globe have turned in modest losses in Canadian dollar terms so far this year. A notable exception has been the home market (S&P/TSX Composite Index), which has benefited from rising commodity prices. Oil & gas related companies and mining companies have been key beneficiaries from higher resource prices.

The Fund continues to have a value tilt with a focus on European and Asian companies, as mentioned in the previous section. Within these regions, a key area of investment continues to be banks. While European banks in particular continue to be out of favour, they are among the cheapest stocks in the fund – many trade at half their book value. Their share price declines this year have been hard to stomach, but the portfolio adviser, Edinburgh Partners (EPL), believes the sell-off is overdone and sees compelling upside potential in several stocks. Holdings include Commerzbank, BNP Paribas, Royal Bank of Scotland and HSBC.

An area of the market where the portfolio adviser has been increasing the Fund's investments is healthcare companies. Sanofi and Celgene have been added to the portfolio this year, and stocks in the sector now make up nearly 20% of the Fund. The positioning isn't so much for defensive reasons (healthcare stocks are often favoured in uncertain times because their products and services are essential), but rather because EPL feels the drug pipelines, valuations and earnings potential of many companies are under appreciated.

The portfolio's exposure to Europe was further increased in the first half of the year. New investments include Sanofi (a French pharmaceutical company) and Ubisoft (a French video game developer). As well, additional shares were purchased in Novartis, Nokia, Roche and Commerzbank, among others.

Exposure to Japanese companies was reduced modestly over the first half of the year as a few holdings were sold, including KDDI and Toshiba. The country remains a key area of investment, however, and EPL has a positive outlook on the prospects for both export-focused companies (e.g. Toyota, Panasonic) and businesses focused on the local economy (e.g. Nomura Holdings, Sumitomo Mitsui Trust, East Japan Railway). Takashimaya, a department store company, is a new addition to the portfolio that falls into the latter category.

The Fund continues to have only modest exposure to the U.S. (under 20%), as valuations in general are not as appealing in the portfolio adviser's view. The Fund's American holdings are principally in the Technology (Alphabet, Qualcomm), Consumer Cyclical (Harman International, Whirlpool, Johnson Controls) and Healthcare (Celgene, PerkinElmer) sectors. Microsoft was sold in the period, as it is fully valued in EPL's view.

The portfolio remains well diversified across industry sectors. Financial Services, Healthcare, Consumer Cyclical, Technology and Oil & Gas companies are the greatest areas of exposure. With the exception of Technology, stocks in these sectors have generally lagged other areas of the market over the last few years, as investors have favoured higher growth companies. Such companies (higher growth), however, are trading at rich valuations and in EPL's view, the opportunities for valuation conscious, patient investors lie in industries that are currently unloved, including banks and pharmaceuticals.

The Fund does not have any direct exposure to the Basic Materials sector, which includes mining and precious metals companies. This hurt performance as the sector, and gold stocks in particular, had a strong first half of the year.

An ongoing risk for investors in the Fund is the impact of currency fluctuations. All of the Fund's holdings are denominated in foreign currencies. The greatest exposure lies in the Japanese Yen, Euro, British Pound, U.S. dollar, Swiss Franc and Hong Kong dollar. If the Canadian dollar strengthens against these currencies, the Fund's returns will be dampened. Conversely, a depreciation of the loonie would boost returns.

There were no changes over the reporting period to the manager, portfolio adviser, accounting policies or investment review committee of the Fund.

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the Manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.78%. For the six months ended June 30, 2016, the Fund paid the Manager $510,121 of its net assets as management fees and distributed $151,585 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

- fees payable to provincial securities commissions in connection with the operation of the funds;
- audit and legal fees;
- costs for preparation, production and distribution of financial and other reports, including semi-annual and annual reports, statements,
- communications to unitholders and other regularly required documents;
- costs for the preparation, production and distribution of this simplified prospectus document and other regulatory documents, including Fund Facts;
- expenditures related to technology required to operate the funds;
- custody, investor servicing, record keeping, accounting, trustee fees and
- bank charges;
- costs of compliance with applicable securities legislation in connection with the operation of the funds; and
- applicable taxes including GST/HST.

The Manager paid all operating expenses except brokerage charges and withholding taxes.

The Fund does not directly or indirectly pay fees, sales commissions or trailing commissions, nor does it provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

As at June 30, 2016, Steadyhand Investment Management Ltd., and its affiliates, subsidiaries, officers and directors owned 317,211 Series A units, or 5.0% of the total Fund Series A units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units.

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 since the date of inception. This information is derived from the Fund's unaudited semi-annual and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net Assets, beginning of period [1,3,9]	**$9.92**	**$9.54**	**$9.62**	**$7.35**	**$6.65**
Increase (decrease) from operations:					
Total revenue	0.16	0.22	0.22	0.19	0.19
Total expenses	(0.10)	(0.24)	(0.23)	(0.11)	(0.10)
Realized gains (losses) for the period	0.21	0.99	0.56	0.56	(0.12)
Unrealized gains (losses) for the period	(1.23)	0.25	(0.15)	2.10	0.81
Total increase (decrease) from operations [1]	**(0.96)**	**1.22**	**0.40**	**2.74**	**0.78**
Distributions :					
From income (excluding dividends)	-	(0.07)	(0.66)	(0.08)	(0.04)
From dividends	-	-	-	-	-
From capital gains	-	(0.74)	(0.40)	(0.33)	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.81)**	**(1.06)**	**(0.41)**	**(0.04)**
Net Assets, end of period	**$8.93**	**$9.92**	**$9.54**	**$9.61**	**$7.35**

Series A - Ratios and Supplemental Data	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net asset value (000's) [4]	$57,049	$63,229	$52,714	$44,734	$28,017
Number of units outstanding [4]	6,391,719	6,373,694	5,527,850	4,648,234	3,806,607
Management expense ratio [5]	1.78%	1.78%	1.78%	1.78%	1.78%
Management expense ratio before waivers or absorptions	1.78%	1.78%	1.78%	1.79%	1.80%
Portfolio turnover rate [6]	13.11%	33.26%	29.61%	31.97%	32.54%
Trading expense ratio [7]	0.14%	0.11%	0.16%	0.18%	0.15%
Transactional net asset value per unit [8]	$8.93	$9.92	$9.54	$9.62	$7.36

Series O – Net Assets Per Unit	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net Assets, beginning of period [1,3,9]	**$10.15**	**$9.70**	**$9.75**	**$7.40**	**$6.95**
Increase (decrease) from operations:					
Total revenue	0.16	0.22	0.22	0.20	0.19
Total expenses	-	-	-	-	-
Realized gains (losses) for the period	0.21	1.00	0.50	0.61	(0.03)
Unrealized gains for the period	(1.19)	0.16	(0.16)	2.12	1.03
Total increase from operations [1]	**(0.82)**	**1.38**	**0.56**	**2.93**	**1.19**
Distributions :					
From income (excluding dividends)	-	(0.20)	(0.19)	(0.18)	(0.12)
From dividends	-	-	-	-	-
From capital gains	-	(0.77)	(0.42)	(0.34)	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.97)**	**(0.61)**	**(0.52)**	**(0.12)**
Net Assets, end of period	**$9.21**	**$10.15**	**$9.70**	**$9.75**	**$7.40**

Series O - Ratios and Supplemental Data	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net asset value (000's) [4]	$63,337	$55,816	$38,920	$24,128	$8,990
Number of units outstanding [4]	6,877,260	5,501,023	4,010,525	2,475,830	1,214,832
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	-	-	0.01%	0.01%	-
Portfolio turnover rate [6]	13.11%	33.26%	29.61%	31.97%	32.54%
Trading expense ratio [7]	0.14%	0.11%	0.16%	0.18%	0.15%
Transactional net asset value per unit [8]	$9.21	$10.15	$9.70	$9.75	$7.40

[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/reinvested in additional units of the Fund, or both.
[3]This information is derived from the Fund's unaudited semi-annual financial statements as at June 30, and audited annual financial statements as at December 31 for the period stated, and the net assets presented in the financial statements differs from the net asset value calculated for fund pricing purposes until January 1, 2013.
[4]The information is provided as at June 30 and December 31 of the period shown.
[5]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.
[6]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 year. The higher a fund's portfolio turnover 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.
[7]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.
[8] Prior to January 1, 2013, transactional net asset value per unit was used as the basis for financial statement accounting which based fair value on the bid price on the valuation date. After January 1, 2013, fair value is based on closing trade price for daily valuation as well as for regulatory financial reporting purposes, so Net Asset Value Per Unit has been reported for all periods after this date.
[9] The per share data is derived from the Fund's audited annual financial statements for 2011, 2012, and 2013 prepared in accordance with Canadian generally accepted accounting principles, and from the audited financial statements prepared in accordance with International Financial Reporting Standards, for 2014 and 2015. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

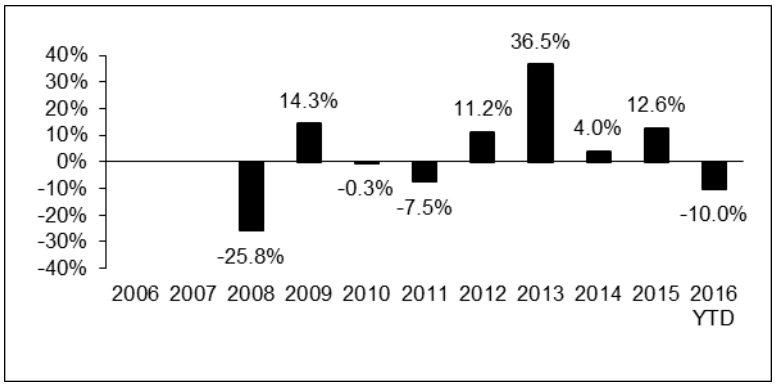
Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar charts below show the Fund's annual performance for each of the year's shown, and illustrates how the Fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Series A



Series O

Series A units of the Fund were first offered for sale in May 2007. Series O units of the Fund were first offered for sale in February 2012.

Summary of Investment Portfolio as at June 30, 2016

Portfolio Allocation	
Global Equities	% of Net Assets
Oil & Gas	10.2%
Industrial Goods & Services	8.9%
Consumer Cyclical	13.4%
Consumer Products	2.4%
Retailing	4.1%
Financial Services	23.5%
Healthcare	18.9%
Technology	11.2%
Communications & Media	4.7%
	97.3%
Cash, Short-term Notes & Other Assets	2.7%
Total	100.0%

Top 25 Holdings	
	% of Net Assets
Cash & cash equivalents	6.8%
Royal Dutch Shell PLC	3.9%
Novartis AG	3.3%
BP PLC	3.3%
AstraZeneca PLC	3.2%
Roche Holding AG	3.1%
Apache Corp.	2.9%
Swire Pacific Ltd., Class A	2.8%
Nippon Telegraph & Telephone Corp.	2.8%
Panasonic Corp.	2.7%
Nokia OYJ	2.6%
Sanofi	2.6%
UBISOFT Entertainment	2.5%
Bayer AG	2.5%
Celgene Corp.	2.5%
Sumitomo Mitsui Trust Holdings	2.4%
Johnson Controls Inc.	2.4%
Galaxy Entertainment Group Ltd.	2.4%
PostNL NV	2.3%
CK Hutchison Holdings Ltd.	2.3%
SK Hynix Inc.	2.3%
BNP Paribas SA	2.3%
Whirlpool Corp.	2.3%
East Japan Railway Co.	2.2%
Bank Mandiri Persero Tbk PT	2.2%

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. Quarterly updates are available (60 days after each quarter end) upon request.

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Small-Cap Equity Fund

June 30, 2016

Steadyhand **Small-Cap Equity Fund**

Semi-annual Management Report of Fund Performance (June 30, 2016)

This semi-annual management report of fund performance contains financial highlights but does not contain the complete unaudited semi-annual and audited annual financial statements of the investment fund. You can get a copy of the unaudited semi-annual and audited annual financial statements at your request, and at no cost, by calling 1-888-888-3147, by writing to us at Steadyhand Investment Management Ltd., 1747 West 3rd Avenue, Vancouver, BC, V6J 1K7 or by visiting our website at www.steadyhand.com or SEDAR at www.sedar.com.

Unitholders 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

Investment Objective and Strategies

The fundamental investment objective of the Steadyhand Small-Cap Equity Fund (the "Fund") is to provide long-term capital growth by investing primarily in a concentrated portfolio of small and medium sized companies in Canada and the U.S., with an emphasis on Canadian equities.

The portfolio adviser looks for companies that have products or services that are easy to understand, proven track records of growing revenues, and experienced management teams.

Risks

The primary risks associated with an investment in the Fund are market risk, concentration risk and small capitalization risk. The other risks are outlined in the simplified prospectus. There were no material changes to the Fund over the reporting period that affected its overall level of risk.

Results of Operations

For the six months ended June 30, 2016, the Fund's net assets increased to $63.7 million, from $57.8 million at the end of 2015. This increase of $5.9 million was attributable to net subscriptions of $ 1.0 million, and an increase in net assets from operations of $5.0 million minus $0.1 million paid in distributions to unitholders.

The Fund (Series A) gained 7.6% over the first half of the year. Over the same period, the BMO Small Cap Blended Index rose 23.5%. The Fund underperformed the index due to its non-benchmark oriented composition and its lighter exposure to resource companies in relation to the index. The Fund's direct holdings in the resource sector make up under 30% of the portfolio, whereas they comprise 50% of the index. Commodity-related companies have been the stars of the year so far, with the gold sector of the index gaining almost 90% and the energy sector up 25%.

Mining companies in particular had a strong showing over the first half of the year. The Fund benefited from the rise in precious metals prices through its holding in New Gold (the Fund's top performer, up 75%), though not to the same extent as the broader small-cap market which is heavily

concentrated in the mining sector. The portfolio adviser, Wutherich & Company, invests in companies that can consistently grow their revenues and have good balance sheets. Their analysis shows that most mining companies don't meet these criteria.

The price of oil gained 30% over the reporting period and the Fund's energy holdings got a boost as a result. In particular, companies directly involved in drilling activities saw strong gains. Gran Tierra, an exploration and production company with operations focused in Colombia, was among the Fund's top performers, gaining over 40%. Businesses that derive revenues from the sector also did well. An example is Pure Technologies, which develops technologies for inspecting and managing pipelines, and saw a 25% rise in its stock price. As well, ZCL Composites, which manufactures petroleum storage tanks, saw a similar gain.

Outside the resource sector, most of the Fund's investments have been reporting solid operating results. Medical Facilities and Hibbett Sports are two examples. Much of the position in Medical Facilities was sold, as the stock has had a good run and looks fully valued in the portfolio adviser's view.

Holdings that detracted from performance included Primero Mining, Badger Daylighting, Stantec and Total Energy Services.

Turnover in the portfolio was low over the first half of 2016. One stock was purchased, Ensign Energy. Ensign provides oilfield services for the North American and international markets. On the sell side, TransGlobe Energy was removed from the portfolio. A lack of stability in Egypt, where its activities are focused, led to the decision to exit the stock. Additional shares were purchased in Avigilon, MacDonald Dettwiler and Primero Mining, among others.

Changes to the sector allocation of the portfolio were modest. Of note, stocks in the Technology sector increased from 14% of the Fund's equities to 17%, and the weighting in Basic Materials stocks rose from 8% to 10% on the strong performance of New Gold. Healthcare stocks, on the other hand, dropped from 8% to 2% as a result of the trim to Medical Facilities.

The Fund's geographic profile was largely unchanged over the reporting period. Canadian stocks made up 83% of the Fund's equities at the end of June (up from 82% at the end of 2015) and U.S. stocks comprised 17% (down from 18%). The Fund's cash position remained unchanged at 12%.

There were no unusual trends in redemptions, sales, revenues or expenses over the reporting period.

Recent Developments

The Canadian small-cap market had a strong first half of 2016, driven by a surge in gold stocks and strong gains in the energy sector. Telecom, financial services and industrial stocks also saw good gains. The technology and healthcare sectors of the market, on the other hand, lost ground.

Mining stocks have been the story of the year thus far. The prices of most metals have rebounded, and investors have shown enthusiasm for companies with exposure to gold in particular. The uncertain economic and political environment has increased the allure of gold, which is often viewed as a safe haven. Indeed, the gold sub-sector of the BMO Small Cap Index is up 89% over the past six months. Gold companies make up nearly 20% of the index. Energy stocks have also rebounded along with the price of oil, which is up 30% this year.

New Gold was the Fund's top performer, gaining 75%, as mentioned in the previous section. Primero Mining, the Fund's other gold holding, declined 14% over the period. Primero's Mexican subsidiary was hit with an unexpected tax claim from that country's authorities in the first quarter, and the stock dropped substantially. It recovered some lost ground in the second quarter, but was the Fund's largest detractor from performance nonetheless. The portfolio adviser believes that the company can successfully challenge the Mexican government's ruling, and added to the stock on weakness.

Industrial Goods & Services companies make up the largest portion of the portfolio, comprising over one-third of the Fund's investments. These are diverse businesses, ranging from engineering and consulting (Stantec) to excavation services (Badger Daylighting) to petroleum and chemical storage tanks (ZCL Composites). While they continue to turn in steady operating results, Badger and Stantec saw modest share price declines in the first half of the year, as small-cap investors were more focused on resource plays.

Healthcare stocks had a tough period, on balance. These stocks have never comprised a large portion of the portfolio, although the Fund's one holding in the sector, Medical Facilities, has been a top holding for a number of quarters. This changed in the spring, as much of the position in the stock was sold as it is fully valued based on the portfolio adviser's assessment. The portfolio now has minimal exposure to the sector.

The Fund continues to have no telecom, utilities, consumer products or REIT holdings. Focus instead is on industrial, resource and technology companies, as this is where Wutherich & Company is finding the best value. More specifically, the adviser focuses on businesses that have demonstrated an ability to consistently generate profits and are in strong financial shape. Where debt or a lack of stability has become a concern, stocks have been removed from the portfolio – as was the case with TransGlobe Energy in the second quarter.

From a valuation perspective, the portfolio adviser is not finding a lot of cheap stocks and as a result continues to hold a healthy cash reserve of 12%.

The portfolio remains tightly concentrated in a diversified collection of businesses. At the end of June, the Fund held 16 stocks, with market capitalizations ranging from roughly $230 million (DirectCash Payments) to $3 billion (MacDonald Dettwiler). Ten of the 16 holdings are under $1 billion.

Most holdings comprise 4-8% of the Fund, and the five largest holdings – CBIZ, ZCL Composites, Pure Technologies, MacDonald Dettwiler and DirectCash Payments – made up 38% of the portfolio at the end of June). Accordingly, there are no "filler" stocks in the portfolio and each holding has an important impact on performance.

There were no changes over the reporting period to the manager, portfolio adviser, accounting policies or investment review committee of the Fund.

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units

of the Fund is 1.78%. For the six months ended June 30, 2016, the Fund paid gross fees of $372,108 to the Manager and distributed $99,222 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

- fees payable to provincial securities commissions in connection with the operation of the funds;
- audit and legal fees;
- costs for preparation, production and distribution of financial and other reports, including semi-annual and annual reports, statements,
- communications to unitholders and other regularly required documents;
- costs for the preparation, production and distribution of this simplified prospectus document and other regulatory documents, including Fund Facts;
- expenditures related to technology required to operate the funds;
- custody, investor servicing, record keeping, accounting, trustee fees and
- bank charges;
- costs of compliance with applicable securities legislation in connection with the operation of the funds; and
- applicable taxes including GST/HST.

The Manager paid all operating expenses except brokerage charges and withholding taxes.

The Fund does not directly or indirectly pay fees, sales commissions or trailing commissions, nor does it provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

As at June 30, 2016, Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 109,318 Series A units, or 3.4% of the total Fund Series A units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units and pays no management fees.

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 since the date of inception. This information is derived from the Fund's unaudited semi-annual and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2016***	***Dec 31 2015***	***Dec 31 2014***	***Dec 31 2013***	***Dec 31 2012***
Net Assets, beginning of period [1,3,9]	**$12.71**	**$14.72**	**$17.41**	**$14.20**	**$12.24**
Increase (decrease) from operations:					
Total revenue	0.21	0.31	0.37	0.31	0.36
Total expenses	-	(0.31)	(0.40)	(0.21)	(0.21)
Realized gains (losses) for the period	(0.14)	(1.29)	1.75	0.94	0.21
Unrealized gains (losses) for the period	0.94	(0.67)	(2.86)	2.54	1.77
Total increase (decrease) from operations[1]	**1.01**	**(1.96)**	**(1.14)**	**3.58**	**2.13**
Distributions :					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	(0.25)	(0.05)	(0.04)
From capital gains	-	-	(1.55)	(0.24)	(0.16)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**-**	**(1.80)**	**(0.29)**	**(0.20)**
Net Assets, end of period	**$13.67**	**$12.71**	**$14.72**	**$17.41**	**$14.14**

Series A - Ratios and Supplemental Data	***Jun. 30 2016***	***Dec. 31 2015***	***Dec. 31 2014***	***Dec. 31 2013***	***Dec. 31 2012***
Net asset value (000's) [4]	$44,550	$40,729	$48,572	$46,117	$31,670
Number of units outstanding [4]	3,257,984	3,204,714	3,299,818	2,649,507	2,230,314
Management expense ratio [5]	1.78%	1.78%	1.78%	1.78%	1.78%
Management expense ratio before waivers or absorptions	1.78%	1.78%	1.78%	1.79%	1.79%
Portfolio turnover rate [6]	10.05%	19.80%	28.76%	35.86%	20.42%
Trading expense ratio [7]	0.12%	0.24%	0.23%	0.23%	0.17%
Transactional net asset value per unit [8]	$13.67	$12.70	$14.72	$17.41	$14.20

Series O – Net Assets Per Unit	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net Assets, beginning of period [1,3,9]	**$13.08**	**$14.91**	**$17.61**	**$14.27**	**$12.45**
Increase (decrease) from operations:					
Total revenue	0.22	0.33	0.39	0.31	0.17
Total expenses	-	-	-	-	-
Realized gains (losses) for the period	(0.15)	(1.39)	1.60	0.95	(0.44)
Unrealized gains (losses) for the period	1.15	(0.68)	(3.54)	2.81	2.17
Total increase (decrease) from operations [1]	**1.22**	**(1.74)**	**1.55**	**4.07**	**1.90**
Distributions :					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	(0.03)	(0.27)	(0.25)	(0.20)
From capital gains	-	-	(1.60)	(0.25)	(0.16)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.03)**	**(1.87)**	**(0.50)**	**(0.36)**
Net Assets, end of period	**$14.20**	**$13.08**	**$14.91**	**$17.61**	**$14.22**

Series O - Ratios and Supplemental Data	*Jun. 30 2016*	*Dec. 31 2015*	*Dec. 31 2014*	*Dec. 31 2013*	*Dec. 31 2012*
Net asset value (000's) [4]	$19,178	$17,110	$11,255	$5,317	$1,981
Number of units outstanding [4]	1,350,529	1,307,947	754,611	301,988	138,850
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	0.01%	0.01%	0.02%	0.06%	-
Portfolio turnover rate [6]	10.05%	19.80%	28.76%	35.86%	20.42%
Trading expense ratio [7]	0.12%	0.24%	0.23%	0.23%	0.17%
Transactional net asset value per unit [8]	$14.20	$13.08	$14.19	$17.61	$14.27

[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/reinvested in additional units of the Fund, or both.
[3]This information is derived from the Fund's unaudited semi-annual financial statements as at June 30, and audited annual financial statements as at December 31 for the year stated, and the net assets presented in the financial statements differs from the net asset value calculated for fund pricing purposes until January 1, 2013.
[4]The information is provided as at June 30 and December 31 of the period shown.
[5]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.
[6]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 year. The higher a fund's portfolio turnover 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.
[7]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.
[8] Prior to January 1, 2013, transactional net asset value per unit was used as the basis for financial statement accounting which based fair value on the bid price on the valuation date. After January 1, 2013, fair value is based on closing trade price for daily valuation as well as for regulatory financial reporting purposes, so Net Asset Value Per Unit has been reported for all periods after this date.
[9] The per share data is derived from the Fund's audited annual financial statements for 2011, 2012, and 2013 prepared in accordance with Canadian generally accepted accounting principles, and from the audited financial statements prepared in accordance with International Financial Reporting Standards, for 2014 and 2015. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

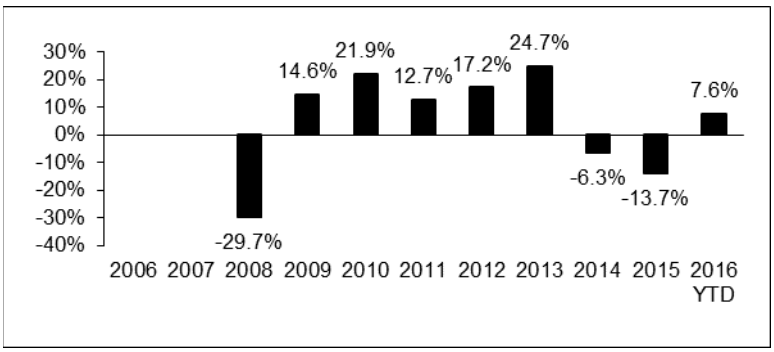
Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund will perform in the future.

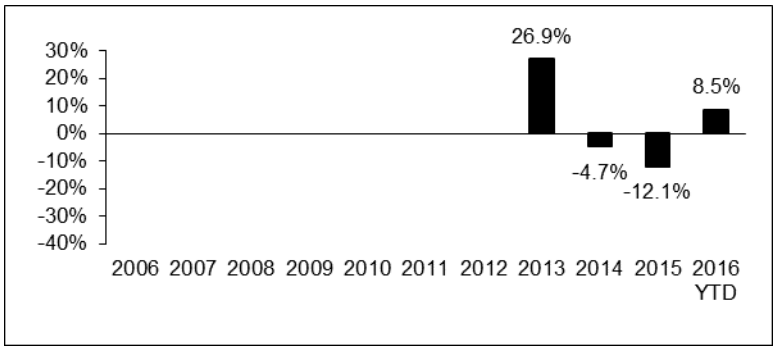
Year-by-Year Returns

The bar charts below show the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Series A



Series O



Series A units of the Fund were first offered for sale in April 2007. Series O units of the Fund were first offered for sale in February 2012.

Summary of Investment Portfolio as of June 30, 2016

Portfolio Allocation	
Equities	% of Net Assets
Oil & Gas	15.9%
Basic Materials	8.9%
Industrial Goods & Services	26.9%
Retailing	5.7%
Financial Services	6.9%
Healthcare	2.1%
Technology	21.5%
	87.9%
Cash, Short-term Notes & Other Assets	12.1%
Total	**100.0%**

Top 17 Holdings	
	% of Net Assets
Cash & cash equivalents	12.0%
CBIZ Inc.	9.1%
ZCL Composites Inc.	7.7%
Pure Technologies Ltd.	7.5%
MacDonald Dettwiler & Associates Ltd.	7.2%
DirectCash Payments Inc.	6.9%
Avigilon Corp.	6.8%
Stantec Inc.	6.7%
Hibbett Sports Inc.	5.7%
Primero Mining Corp.	5.1%
Total Energy Services Inc.	5.0%
Gran Tierra Energy Inc.	4.9%
Parkland Fuel Corp.	4.2%
New Gold Inc.	3.9%
Badger Daylighting Ltd.	3.4%
Medical Facilities Corp.	2.1%
Ensign Energy Services Inc.	1.8%

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. Quarterly updates are available (60 days after each quarter end) upon request).