
Steadyhand

Semi-Annual Financial Statements

June 30, 2017 (unaudited)

Steadyhand Savings Fund
Steadyhand Income Fund
Steadyhand Founders Fund
Steadyhand Equity Fund
Steadyhand Global Equity Fund
Steadyhand Small-Cap Equity Fund



Unaudited Interim Financial Statements for the Six-Month Period Ended June 30, 2017

MANAGEMENT RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited interim financial statements have been prepared by Steadyhand Investment Management Ltd. in its capacity as the manager (the “Manager”) of the Steadyhand Investment Funds (the “Funds”). The Manager is responsible for the information and representations contained in these financial statements. The Manager maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgements made by the Manager. The significant accounting policies which the Manager believes are appropriate for the Fund are described in Note 3 to the financial statements.

NOTICE TO UNITHOLDERS

The Auditors of the Fund have not reviewed these financial statements. Steadyhand Investment Management Ltd., as the Manager of the Funds, appoints an independent auditor to audit the Fund's annual financial statements. Applicable securities laws require that if an auditor has not reviewed the Fund's interim financial statements, this must be disclosed in an accompanying notice.

Steadyhand Investment Management Ltd.

“Thomas A. Bradley”
President

“Elaine Y.L. Davison”
Chief Financial Officer

August 24, 2017

STEADYHAND SAVINGS FUND

Statements of Financial Position (unaudited)

	Note	June 30, 2017	December 31, 2016
Assets			
Cash		\$ 108,279	\$ 50,193
Subscriptions receivable		7,200	250,685
Interest and dividends receivable		126,765	169,235
Investments		77,246,806	65,708,150
		\$ 77,489,050	\$ 66,178,263
Liabilities			
Redemptions payable		\$ 62,000	\$ 5,000
Management fees payable	4	3,349	3,138
Distribution payable		50,488	885
		115,837	9,023
Net assets attributable to holders of redeemable units		\$ 77,373,213	\$ 66,169,240
Represented by:			
Series A		\$ 20,821,443	\$ 19,188,827
Series O		56,551,770	46,980,413
		\$ 77,373,213	\$ 66,169,240
Number of units outstanding:			
Series A	5	2,082,151	1,918,884
Series O		5,655,189	4,698,052
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 10.00	\$ 10.00
Series O		10.00	10.00

The accompanying notes are an integral part of these financial statements.

Approved on behalf of Steadyhand Investment Management Ltd., in its capacity as Manager:

"Neil Jensen"
Director

"Thomas A. Bradley"
Director

STEADYHAND SAVINGS FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Revenue:			
Interest income		\$ 305,702	\$ 151,019
Total revenue		305,702	151,019
Expenses:			
Management fees	4	20,025	14,282
Independent review committee fees		2,059	2,054
Total operating expenses		22,084	16,336
Management fee reductions		(4,979)	(4,216)
Expenses waived or absorbed by Manager		(2,059)	(2,054)
		(7,038)	(6,270)
Net operating expenses		15,046	10,066
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		290,656	140,953
Distributions to holders of redeemable units:			
From net investment income		(285,677)	(136,737)
Management fee reductions		(4,979)	(4,216)
		(290,656)	(140,953)
Increase in net assets attributable to holders of redeemable units		\$ -	\$ -
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ -	\$ -
Series O		-	-
		\$ -	\$ -
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 71,520	\$ 55,733
Series O		219,136	85,220
		\$ 290,656	\$ 140,953
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.04	\$ 0.04
Series O		0.04	0.04

The accompanying notes are an integral part of these financial statements.

STEADYHAND SAVINGS FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

Six months ended June 30, 2017 and 2016

Series A	Note	2017	2016
Balance, beginning of period		\$ 19,188,827	\$ 19,591,042
Increase in net assets attributable to holders of redeemable units		-	-
Redeemable unit transactions:			
Issue of redeemable units		14,178,124	6,852,427
Reinvestments of distributions		58,841	52,861
Redemption of redeemable units		(12,604,349)	(12,302,011)
Net increase (decrease) from redeemable unit transactions		1,632,616	(5,396,723)
Balance, end of period		\$ 20,821,443	\$ 14,194,319

Series O	Note	2017	2016
Balance, beginning of period		\$ 46,980,413	\$ 29,729,194
Increase in net assets attributable to holders of redeemable units		-	-
Redeemable unit transactions:			
Issue of redeemable units		9,690,000	26,650,000
Reinvestment of distributions		181,357	85,206
Redemption of redeemable units		(300,000)	(22,600,000)
Net increase from redeemable unit transactions		9,571,357	4,135,206
Balance, end of period		\$ 56,551,770	\$ 33,864,400

The accompanying notes are an integral part of these financial statements.

STEADYHAND SAVINGS FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 150,643,524	\$ 79,436,149
Purchases of investments		(162,182,180)	(77,907,900)
Interest and dividends received		348,172	148,372
Management fees paid		(14,835)	(11,162)
		(11,205,319)	1,665,459
Financing activities:			
Proceeds from issue of redeemable units		24,111,609	33,055,010
Payments on redemption of redeemable units		(12,847,349)	(34,872,011)
Cash distributions paid to holders of redeemable units		(855)	(2,604)
		11,263,405	(1,819,605)
Increase (decrease) in cash		58,086	(154,146)
Cash, beginning of period		50,193	42,985
Cash (indebtedness), end of period		\$ 108,279	\$ (111,161)

The accompanying notes are an integral part of these financial statements.

STEADYHAND SAVINGS FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Short-Term Investments - Treasury Bills:						
Province of Ontario	0.595%	07/19/2017	3,700,000	\$ 3,689,474	\$ 3,698,474	
Province of Ontario	0.639%	09/13/2017	3,500,000	3,488,291	3,488,291	
Province of Ontario	0.609%	10/18/2017	2,450,000	2,444,674	2,444,674	
Province of Quebec	0.650%	11/10/2017	3,000,000	2,990,580	2,990,580	
Province of Quebec	0.640%	12/01/2017	2,000,000	1,993,880	1,993,880	
Total short-term investments – Treasury Bills				14,606,899	14,606,899	18.9
Short-Term Investments – Promissory Notes:						
Province of British Columbia PN	0.529%	07/28/2017	2,700,000	2,697,732	2,697,732	
Province of British Columbia PN	0.548%	08/16/2017	2,400,000	2,393,490	2,393,490	
Province of Saskatchewan PN	0.541%	07/19/2017	3,550,000	3,544,466	3,544,466	
Total short-term investments – Promissory Notes				8,635,688	8,635,688	11.2
Short-Term Investments - Bankers' Acceptance:						
Bank of Nova Scotia BA	0.723%	08/01/2017	2,200,000	2,197,822	2,197,822	
Bank of Nova Scotia BA	0.950%	12/05/2017	1,500,000	1,493,235	1,493,235	
Canadian Imperial Bank of Commerce BA	0.749%	07/07/2017	1,100,000	1,095,746	1,095,746	
Canadian Imperial Bank of Commerce BA	0.780%	08/14/2017	1,000,000	998,060	998,060	
Canadian Imperial Bank of Commerce BA	0.761%	08/23/2017	3,250,000	3,244,230	3,244,230	
Canadian Imperial Bank of Commerce BA	1.050%	11/15/2017	1,000,000	993,740	993,740	
HSBC Bank of Canada BA	0.738%	07/31/2017	1,800,000	1,798,110	1,798,110	
HSBC Bank of Canada BA	0.951%	08/25/2017	1,800,000	1,791,648	1,791,648	
National Bank BA	0.751%	08/31/2017	1,350,000	1,347,476	1,347,476	
Royal Bank of Canada BA	0.741%	09/29/2017	650,000	648,029	648,029	
Toronto-Dominion Bank of Canada BA	0.714%	07/25/2017	1,200,000	1,198,992	1,198,992	
Toronto-Dominion Bank of Canada BA	0.849%	08/31/2017	2,100,000	2,094,057	2,094,057	
Total short-term investments - Bankers' Acceptance				18,901,145	18,901,145	24.4
Short-Term Investments – Discount Commercial Paper:						
Caterpillar Finance Services Ltd. CP	0.845%	08/02/2017	1,050,000	1,049,150	1,049,150	
Daimler Canada Finance Inc. CP	0.763%	07/17/2017	2,100,000	2,098,509	2,098,509	
Greater Toronto Airport Authority CP	0.763%	07/19/2017	2,550,000	2,548,190	2,548,190	
Honda Canada Finance CP	0.898%	08/25/2017	2,400,000	2,396,640	2,396,640	
Hydro One Inc. CP	0.878%	08/29/2017	2,000,000	1,997,020	1,997,020	
Inter Pipeline (Corridor) Inc. CP	0.863%	07/25/2017	2,300,000	2,298,206	2,298,206	
Suncor Energy Inc. CP	0.841%	08/30/2017	1,000,000	997,930	997,930	
Toyota Credit Canada CP	0.930%	12/15/2017	2,250,000	2,234,858	2,234,858	
Transcanada PipeLines Ltd. CP	0.813%	08/17/2017	2,500,000	2,496,775	2,496,775	
Union Gas Ltd. CP	0.835%	07/14/2017	2,300,000	2,298,528	2,298,528	
Total short-term investments - Discount Commercial Paper				20,415,806	20,415,806	26.3
Short-Term Investments - Bearer Deposit Notes:						
Manulife Bank of Canada BDN	0.761%	09/01/2017	1,100,000	1,097,690	1,097,690	
Manulife Bank of Canada BDN	0.949%	11/07/2017	1,600,000	1,592,544	1,592,544	
Toronto-Dominion Bank of Canada BDN	1.100%	03/05/2018	2,350,000	2,324,503	2,324,503	
Total short-term investments - Bearer Deposit Notes				5,014,737	5,014,737	6.5
Total short-term investments				67,574,275	67,574,275	87.3
Bonds						
Corporate Bonds:						
American Express Canada Corp CP	2.310%	03/29/2018	2,000,000	2,018,254	2,018,254	
Bank of Nova Scotia FRN CP	1.022%	10/11/2017	2,000,000	2,000,000	2,000,000	
Canadian Imperial Bank of Commerce FRN CP	1.261%	01/17/2019	1,000,000	1,000,000	1,000,000	
Canadian Utilities CP	6.145%	11/22/2017	2,827,000	2,882,725	2,882,725	
Hydro One CP	5.180%	10/18/2017	1,750,000	1,771,552	1,771,552	
Total corporate bonds				9,672,531	9,672,531	12.5
Total Investment Portfolio				77,246,806	77,246,806	99.8
Other Net Assets					126,407	0.2
Total Net Assets					\$ 77,373,213	100.0

The accompanying notes are an integral part of these financial statements.

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 10.

The Fund's objective is to provide a reasonably stable level of current income, while also preserving capital, through investing in short-term debt instruments.

Capital preservation is key. The Fund invests in a number of short-term debt instruments, including treasury bills, high-grade short-term corporate bonds, banker's acceptances and commercial paper. The manager seeks to add value by employing a combination of relatively conservative strategies to enhance the fund's yield. The Fund is Canada-focused: the portfolio manager invests primarily in money market instruments issued by Canadian governments and corporations.

Financial risks applicable to the Steadyhand Savings Fund are discussed in more detail below.

(a) Credit risk:

The majority of the credit risk to which the Fund is exposed is concentrated in debt securities. Credit risk arising from other financial instruments is not considered significant. At June 30, 2017 and December 31, 2016, the Fund was invested in debt securities with the following credit quality:

	Jun 2017	Dec 2016	Jun 2017	Dec 2016
Rating:				
AAA	\$ 24,924,103	\$ 19,911,129	32.2%	30.1%
AA	44,650,172	34,829,629	57.7%	52.8%
A	7,672,531	10,967,392	9.9%	16.6%
Total	\$ 77,246,806	\$ 65,708,150	99.8%	99.5%

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund has no derivative liabilities as at the period end.

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk:

(i) Interest rate risk:

The majority of interest rate risk arises from debt securities held in the Fund's investment portfolio. A summary of the Fund's interest rate exposure analyzed by the earlier of contractual re-pricing or maturity date is as follows.

June 30, 2017	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
Debt securities	\$ 21,469,844	\$ 30,036,418	\$ 24,740,544	\$ -	\$ -	\$ 76,248,806

December 31, 2016	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
Debt securities	\$ 14,530,929	\$ 30,073,448	\$ 21,103,773	\$ -	\$ -	\$ 65,708,150

The Manager has determined that a fluctuation in interest rates of 25 basis points is reasonably possible, considering the economic environment in which the Fund operates. As at June 30, 2017, had interest rates increased or decreased by 25 basis points, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$190,617 (December 31, 2016 - increased or decreased by \$164,270). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Currency risk:

The Fund is not exposed to currency risk as its financial assets and liabilities are all denominated in Canadian dollars.

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2017 and December 31, 2016. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2017:

No securities

At December 31, 2016:

Province of Ontario Treasury Bill	0.569%	February 1, 2017	7.1%
Province of Saskatchewan Promissory Note	0.582%	January 9, 2017	6.7%
Province of Ontario Treasury Bill	0.630%	May 17, 2017	6.0%

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk (continued):

All these securities have maturities under a year and are highly liquid short-term paper.

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of the Fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by the Fund is determined by the fair value of the financial instruments. The Manager moderates this risk through a careful selection of securities within specified limits and the Fund's market price risk is managed through diversification of the Fund. The Investment Manager monitors the Fund's overall market positions on a daily basis and positions are maintained within established ranges.

As at June 30, 2017 and December 31, 2016, the Fund did not have significant exposure to other price risk.

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 11.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

All fair value measurements below are recurring.

June 30, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ -	\$ 77,246,806	\$ -	\$ 77,246,806

December 31, 2016	Level 1	Level 2	Level 3	Total
Investments	\$ -	\$ 65,708,150	\$ -	\$ 65,708,150

There were no transfers between Levels 1, 2 and 3 during the period ended June 30, 2017 and December 31, 2016.

STEADYHAND INCOME FUND

Statements of Financial Position (unaudited)

	Note	June 30, 2017	December 31, 2016
Assets			
Cash		\$ 708,020	\$ 327,853
Balances due from brokers		803,967	-
Subscriptions receivable		16,000	53,138
Interest and dividends receivable		936,978	878,315
Derivative assets:			
Futures		160,337	146,768
Investments		216,040,630	186,121,233
		\$ 218,665,932	\$ 187,527,307
Liabilities			
Balances due to brokers		\$ 969,336	\$ -
Redemptions payable		245,211	112,210
Management fees payable	4	84,897	80,618
Distribution payable		870,378	-
		2,169,822	192,828
Net assets attributable to holders of redeemable units		\$ 216,496,110	\$ 187,334,479
Represented by:			
Series A		\$ 97,654,126	\$ 94,927,092
Series O		118,841,984	92,407,387
		\$ 216,496,110	\$ 187,334,479
Number of units outstanding:	5		
Series A		8,959,279	8,797,623
Series O		10,382,445	8,200,609
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 10.90	\$ 10.79
Series O		11.45	11.27

The accompanying notes are an integral part of these financial statements.

Approved on behalf of Steadyhand Investment
Management Ltd., in its capacity as Manager:

"Neil Jensen"
Director

"Thomas A. Bradley"
Director

STEADYHAND INCOME FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Revenue:			
Interest income		\$ 2,193,842	\$ 1,736,046
Dividend income		705,633	582,688
Distributions received from underlying fund		102,913	236,673
Other income		37,632	154,044
Foreign exchange gain		1,278	38,574
Changes in fair value of investments and derivatives:	6		
Net realized gain		1,132,126	341,293
Net change in unrealized appreciation - investments		615,937	7,762,735
Total revenue		4,789,361	10,852,053
Expenses:			
Management fees	4	501,857	472,331
Withholding taxes	7	528	428
Transaction costs	8	23,498	23,295
Independent review committee fees		2,059	2,054
Total operating expenses		527,942	498,108
Management fee reductions		(111,752)	(120,243)
Expenses waived or absorbed by Manager		(2,059)	(2,054)
		(113,811)	(122,297)
Net operating expenses		414,131	375,811
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		4,375,230	10,476,242
Distributions to holders of redeemable units:			
From net investment income		(1,710,313)	(1,809,311)
Management fee reduction		(111,752)	(120,243)
		(1,822,065)	(1,929,554)
Increase in net assets attributable to holders of redeemable units		\$ 2,553,165	\$ 8,546,688
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 944,354	\$ 4,332,718
Series O		1,608,811	4,313,970
		\$ 2,553,165	\$ 8,546,688
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 1,853,423	\$ 5,315,976
Series O		2,521,807	5,160,266
		\$ 4,375,230	\$ 10,476,242
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.21	\$ 0.63
Series O		0.26	0.70

The accompanying notes are an integral part of these financial statements.

STEADYHAND INCOME FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

Six months ended June 30, 2017 and 2016

Series A	Note	2017	2016
Balance, beginning of period		\$ 94,927,092	\$ 90,920,422
Increase in net assets attributable to holders of redeemable units		944,354	4,232,718
Redeemable unit transactions:			
Issue of redeemable units		7,028,502	4,974,391
Reinvestments of distributions		476,093	1,013,084
Redemption of redeemable units		(5,721,915)	(6,165,662)
Net increase (decrease) from redeemable unit transactions		1,782,680	(178,187)
Balance, end of period		\$ 97,654,126	\$ 94,974,953

Series O	Note	2017	2016
Balance, beginning of period		\$ 92,407,387	\$ 80,655,618
Increase in net assets attributable to holders of redeemable units		1,608,811	4,313,970
Redeemable unit transactions:			
Issue of redeemable units		24,380,000	1,300,000
Reinvestment of distributions		445,786	846,296
Net increase from redeemable unit transactions		24,825,786	2,146,296
Balance, end of period		\$ 118,841,984	\$ 87,115,884

The accompanying notes are an integral part of these financial statements.

STEADYHAND INCOME FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 282,522,774	\$ 268,380,254
Purchase of investments		(310,806,662)	(263,400,458)
Realized gain (loss) on futures		86,131	(3,558)
Realized loss on forwards		-	88,188
Interest and dividends received		2,981,357	3,102,033
Balances due from broker		(803,967)	2,520,691
Balances due to broker		969,336	(10,181,853)
Management fees paid		(394,384)	(352,066)
Foreign withholding taxes paid		(528)	(428)
		(25,445,943)	152,803
Financing activities:			
Proceeds from issue of redeemable units		31,445,640	6,259,255
Payments on redemption of redeemable units		(5,588,914)	(6,182,606)
Cash distributions paid to holders of redeemable units		(29,808)	645,505
		25,826,918	722,154
Increase in cash		380,975	874,957
Cash, beginning of period		327,853	214,644
Effect of exchange rate fluctuations on cash		(808)	36,781
Cash, end of period		\$ 708,020	\$ 1,126,382

The accompanying notes are an integral part of these financial statements.

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Short-Term Investments - Treasury Bills:						
Canada	0.509%	08/24/2017	250,000	\$ 249,742	\$ 249,742	
Total short-term investments - Treasury Bills				249,742	249,742	0.1
Short-Term Investments - Bankers' Acceptance:						
Bank of Nova Scotia BA	0.706%	07/05/2017	250,000	249,855	249,855	
Canadian Imperial Bank of Commerce BA	0.681%	07/05/2017	850,000	849,297	849,297	
Canadian Imperial Bank of Commerce BA	0.685%	07/05/2017	150,000	149,955	149,955	
Canadian Imperial Bank of Commerce BA	0.731%	07/19/2017	100,000	99,812	99,812	
Canadian Imperial Bank of Commerce BA	0.740%	08/15/2017	150,000	149,745	149,745	
Royal Bank of Canada BA	0.788%	10/19/2017	1,856,000	1,860,640	1,670,258	
Toronto-Dominion Bank BA	0.826%	07/21/2017	150,000	149,922	149,922	
Total short-term investments - Bankers' Acceptance				3,509,226	3,318,844	1.5
Total short-term investments				3,758,968	3,568,586	1.6
Federal Bonds:						
Canada	1.750%	09/01/2019	1,233,000	1,261,326	1,249,344	
Canada	0.750%	09/01/2020	4,990,000	4,944,890	4,917,315	
Canada	0.750%	09/01/2021	1,082,000	1,066,852	1,056,488	
Canada	0.500%	03/01/2022	1,081,000	1,056,258	1,038,409	
Canada	1.500%	06/01/2023	2,809,000	2,877,190	2,810,576	
Canada	2.500%	06/01/2024	280,000	302,652	297,233	
Canada	1.500%	06/01/2026	106,000	106,411	104,309	
Canada	3.500%	12/01/2045	8,537,000	11,021,968	10,966,941	
Canada	2.750%	12/01/2048	2,788,000	3,243,288	3,183,000	
Canada Housing Trust No.1	2.000%	12/15/2019	3,633,000	3,762,203	3,690,953	
Canada Housing Trust No.1	1.750%	06/15/2022	4,025,000	4,086,196	4,024,208	
Canada Housing Trust No.1	2.400%	12/15/2022	1,611,000	1,714,893	1,659,850	
Total federal bonds				35,444,127	34,998,626	16.2
Provincial Bonds:						
Province of Alberta	1.350%	09/01/2021	990,000	995,277	971,994	
Province of Alberta	1.600%	09/01/2022	895,000	894,124	878,645	
Province of Alberta	3.100%	06/01/2024	270,000	287,672	284,999	
Province of Alberta	2.350%	06/01/2025	651,000	643,435	650,858	
Province of Alberta	2.200%	06/01/2026	158,000	157,714	157,724	
Province of Alberta	3.500%	06/01/2031	275,000	315,816	296,395	
Province of Alberta	3.900%	12/01/2033	23,000	25,677	25,939	
Province of Alberta	4.500%	12/01/2040	32,000	42,026	39,712	
Province of Alberta	3.300%	12/01/2046	1,867,000	1,888,716	1,948,026	
Province of Alberta	3.050%	12/01/2048	1,538,000	1,535,880	1,537,138	
Province of British Columbia	4.700%	06/18/2037	174,000	231,399	223,206	
Province of British Columbia	4.300%	06/18/2042	1,214,000	1,452,573	1,513,558	
Province of British Columbia	3.200%	06/18/2044	547,000	577,372	576,918	
Province of British Columbia	2.800%	06/18/2048	459,000	470,810	450,831	
Province of Manitoba	6.300%	03/05/2031	140,000	186,147	194,807	
Province of Manitoba	4.600%	03/05/2038	103,000	120,343	127,907	
Province of Manitoba	4.050%	09/05/2045	705,000	826,901	831,662	
Province of New Brunswick	5.500%	01/27/2034	5,000	6,389	6,616	
Province of New Brunswick	3.550%	06/03/2043	190,000	209,118	203,888	
Province of New Brunswick	3.800%	08/14/2045	267,000	265,080	299,564	
Province of New Brunswick	3.100%	08/14/2048	447,000	434,011	445,252	
Province of Newfoundland and Labrador	2.300%	06/02/2025	864,000	836,117	852,999	
Province of Newfoundland and Labrador	3.000%	06/02/2026	1,287,000	1,285,507	1,328,235	
Province of Newfoundland and Labrador	3.300%	10/17/2046	973,000	921,215	978,766	
Province of Newfoundland and Labrador	3.700%	10/17/2048	133,000	132,896	144,864	
Province of Nova Scotia	4.700%	06/01/2041	76,000	83,265	97,173	
Province of Ontario	3.150%	06/02/2022	7,260,000	7,819,751	7,683,030	
Province of Ontario	2.850%	06/02/2023	5,093,000	5,352,443	5,315,197	
Province of Ontario	3.500%	06/02/2024	684,000	746,059	741,332	
Province of Ontario	3.500%	06/02/2043	1,101,000	1,275,288	1,208,999	
Province of Ontario	3.450%	06/02/2045	6,518,000	7,091,331	7,123,231	
Province of Ontario Generic Coupon Strip		12/02/2028	490,000	328,018	353,708	
Province of Ontario Generic Coupon Strip		06/02/2029	348,000	227,618	246,680	

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2017

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Provincial Bonds (continued):						
Province of Quebec	3.500%	12/01/2022	6,235,000	6,942,544	6,722,401	
Province of Quebec	3.000%	09/01/2023	6,242,000	6,625,463	6,577,227	
Province of Quebec	6.000%	10/01/2029	563,000	720,584	760,731	
Province of Quebec	5.000%	12/01/2038	606,000	801,231	807,525	
Province of Quebec	3.500%	12/01/2045	2,459,000	2,700,563	2,717,906	
Province of Saskatchewan	2.650%	06/02/2027	967,000	962,929	980,332	
Province of Saskatchewan	3.900%	06/02/2045	373,000	412,635	434,384	
Province of Saskatchewan	3.300%	06/02/2048	1,144,000	1,201,682	1,211,366	
Total provincial bonds				58,033,619	57,948,725	26.8
Corporate Bonds:						
407 International Inc. CP	3.430%	06/01/2033	68,000	67,944	70,819	
407 International Inc. CP	3.830%	05/11/2046	861,000	887,441	922,623	
Altalink LP CP	4.922%	09/17/2043	234,000	291,762	293,170	
Bank of Montreal CP	2.100%	10/06/2020	740,000	749,576	746,302	
Bank of Montreal CP	3.400%	04/23/2021	3,801,000	4,042,609	3,999,913	
Bank of Montreal CP	2.120%	03/16/2022	2,181,000	2,201,768	2,182,503	
Bank of Montreal CP	3.340%	12/08/2025	863,000	901,141	890,484	
Bank of Montreal CP	3.320%	06/01/2026	2,087,000	2,171,154	2,152,204	
Bank of Nova Scotia CP	2.400%	10/28/2019	1,150,000	1,149,778	1,168,005	
Bank of Nova Scotia CP	2.130%	06/15/2020	536,000	540,280	540,899	
Bank of Nova Scotia CP	1.900%	12/02/2021	956,000	952,300	948,118	
Bank of Nova Scotia CP	1.830%	04/27/2022	767,000	766,709	755,329	
Bell Canada CP	3.250%	06/17/2020	426,000	448,872	441,508	
Bell Canada CP	4.950%	05/19/2021	457,000	506,945	503,606	
Bell Canada CP	3.150%	09/29/2021	342,000	344,296	354,392	
Bell Canada CP	3.350%	03/22/2023	266,000	271,741	277,484	
Bell Canada CP	4.700%	09/11/2023	1,097,000	1,139,997	1,222,675	
Bell Canada CP	3.550%	03/02/2026	301,000	320,321	313,718	
Bell Canada CP	2.900%	08/12/2026	500,000	500,585	495,167	
Bell Canada CP	4.450%	02/27/2047	109,000	113,220	113,983	
Canadian Imperial Bank CP	2.220%	03/07/2018	87,000	86,648	87,548	
Canadian Imperial Bank CP	1.640%	07/12/2021	689,000	688,360	679,585	
Canadian Imperial Bank CP	2.040%	03/21/2022	150,000	149,951	149,553	
Canadian Imperial Bank CP	3.420%	01/26/2026	1,969,000	2,054,380	2,033,487	
Choice Properties LP CP	3.600%	04/20/2020	125,000	130,695	129,479	
Choice Properties LP CP	3.600%	09/20/2022	446,000	462,615	463,977	
Choice Properties REIT CP	3.498%	02/08/2021	500,000	522,595	519,037	
Choice Properties REIT CP	3.196%	03/07/2023	633,000	636,481	645,514	
Choice Properties REIT CP	4.903%	07/05/2023	610,000	680,728	674,300	
Choice Properties REIT CP	4.293%	02/08/2024	296,000	319,641	317,678	
Choice Properties REIT CP	4.055%	11/24/2025	475,000	484,653	500,264	
CU Inc. CP	6.215%	03/06/2024	895,000	1,155,218	1,100,894	
CU Inc. CP	4.543%	10/24/2041	59,000	70,518	69,890	
CU Inc. CP	4.722%	09/09/2043	341,000	417,519	417,106	
CU Inc. CP	4.085%	09/02/2044	300,000	336,597	333,657	
Empire Life Insurance CP	3.383%	12/16/2026	309,000	309,000	311,690	
Enbridge Gas Distribution Inc. CP	4.770%	12/17/2021	241,000	277,581	269,057	
Enbridge Gas Distribution Inc. CP	4.000%	08/22/2044	300,000	313,470	326,459	
Enbridge Inc. CP	3.160%	03/11/2021	1,618,000	1,651,856	1,658,731	
Enbridge Inc. CP	3.940%	06/30/2023	422,000	420,717	448,392	
First Capital Realty Inc. CP	3.900%	10/30/2023	181,000	187,016	189,688	
First Capital Realty Inc. CP	4.323%	07/31/2025	527,000	558,040	560,469	
First Capital Realty Inc. CP	3.604%	05/06/2026	344,000	343,092	346,161	
GE Capital Canada Funding Co. CP	4.600%	01/26/2022	1,674,000	1,874,501	1,854,747	
H&R REIT CP	2.923%	05/06/2022	252,000	252,242	249,700	
H&R REIT CP	3.369%	01/30/2024	665,000	665,784	660,554	
Hydro One Inc. CP	7.350%	06/03/2030	231,000	336,375	331,044	
Hydro One Inc. CP	6.930%	06/01/2032	264,000	363,440	377,036	
Hydro One Inc. CP	6.350%	01/31/2034	259,000	355,918	357,858	
Hydro One Inc. CP	4.390%	09/26/2041	49,000	51,687	56,771	
Intact Financial Corp. CP	4.700%	08/18/2021	329,000	358,071	361,798	
Intact Financial Corp. CP	2.850%	06/07/2027	681,000	680,884	667,430	

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2017

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Corporate Bonds (continued):						
Inter Pipeline Ltd. CP	3.776%	05/30/2022	136,000	145,488	143,322	
Inter Pipeline Ltd. CP	2.608%	09/13/2023	1,393,000	1,409,306	1,380,303	
Inter Pipeline Ltd. CP	2.734%	04/18/2024	828,000	833,775	821,439	
Loblaw Cos Ltd CP	4.860%	09/12/2023	780,000	876,629	872,414	
Loblaw Cos Ltd CP	6.500%	01/22/2029	96,000	124,448	121,444	
National Bank of Canada CP	1.809%	07/26/2021	250,000	250,000	247,770	
National Bank of Canada CP	1.957%	06/30/2022	110,000	110,000	108,906	
North West Redwater Partnership CP	4.250%	06/01/2029	53,000	57,307	57,818	
North West Redwater Partnership CP	4.150%	06/01/2033	145,000	149,901	156,285	
North West Redwater Partnership CP	4.750%	06/01/2037	147,000	170,620	168,483	
North West Redwater Partnership CP	4.350%	01/10/2039	115,000	125,164	124,619	
Plenary Properties LTAP LP CP	6.288%	01/31/2044	58,123	73,572	78,301	
Rogers Communications Inc. CP	6.680%	11/04/2039	88,000	119,262	119,694	
Rogers Communications Inc. CP	6.560%	03/22/2041	96,000	123,897	129,811	
Royal Bank of Canada CP	2.820%	07/12/2018	3,135,000	3,181,135	3,179,088	
Royal Bank of Canada CP	2.770%	12/11/2018	537,000	548,798	546,422	
Royal Bank of Canada CP	2.860%	03/04/2021	1,377,000	1,427,591	1,420,469	
Royal Bank of Canada CP	1.650%	07/15/2021	1,661,000	1,646,204	1,637,240	
Royal Bank of Canada CP	1.583%	09/13/2021	1,719,000	1,697,604	1,685,335	
Royal Bank of Canada CP	1.968%	03/02/2022	1,493,000	1,473,305	1,482,821	
Royal Bank of Canada CP	2.000%	03/21/2022	385,000	384,942	382,498	
Royal Bank of Canada CP	3.310%	01/20/2026	712,000	739,509	732,837	
Shaw Communications Inc. CP	6.750%	11/09/2039	735,000	924,947	951,373	
Smart REIT CP	2.876%	03/21/2022	987,000	996,411	985,518	
Smart REIT CP	3.444%	08/28/2026	423,000	416,422	416,007	
TELUS Corp. CP	4.850%	04/05/2044	98,000	102,905	105,944	
TELUS Corp. CP	4.700%	03/06/2048	64,000	63,402	67,995	
Toronto-Dominion Bank CP	2.621%	12/22/2021	583,000	601,584	596,786	
Toronto-Dominion Bank CP	1.994%	03/23/2022	282,000	282,000	280,808	
Toronto-Dominion Bank CP	2.982%	09/30/2025	246,000	252,905	250,922	
TransCanada Trust. CP	4.650%	05/18/2077	858,000	858,000	862,837	
Union Gas Ltd. CP	2.760%	06/02/2021	414,000	434,630	426,321	
Union Gas Ltd. CP	4.850%	04/25/2022	364,000	415,823	408,697	
Union Gas Ltd. CP	3.790%	07/10/2023	741,000	768,667	801,968	
Total corporate bonds				57,350,865	57,294,951	26.5
Total Bonds				150,828,611	150,242,302	69.5
Equities						
Equities - Oil and Gas:						
ARC Resources Ltd.			42,600	778,460	722,496	
Crescent Point Energy Corp.			60,900	1,092,094	604,128	
Enbridge Inc.			33,100	1,708,092	1,709,946	
Enbridge Income Fund Holdings Inc.			31,000	922,266	997,890	
Inter Pipeline Ltd.			21,400	541,140	543,560	
Keyera Corp.			39,394	1,531,128	1,608,063	
Peyto Exploration & Development Corp.			37,100	1,062,371	872,592	
Suncor Energy Inc.			23,300	855,910	882,837	
TransCanada Corp.			31,200	1,891,416	1,928,784	
Whitecap Resources Inc.			83,400	859,575	772,284	
Total equities - oil and gas				11,242,452	10,642,580	4.9
Equities - Industrial Goods and Services:						
Canadian National Railway Co.			20,400	1,618,657	2,146,488	
Finning International Inc.			24,500	625,513	622,790	
SNC-Lavalin Group Inc.			33,300	1,851,024	1,867,131	
WSP Global Inc.			19,724	776,294	1,061,348	
Total equities - industrial goods and services				4,871,488	5,597,757	2.6

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2017

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities (continued)						
Equities - Consumer Cyclical:						
Shaw Communications Inc. Class B			44,600	1,237,206	1,261,734	
Thomson Reuters Corp.			21,800	1,261,196	1,308,872	
Total equities - consumer cyclical				2,498,402	2,570,606	1.2
Equities - Consumer Products:						
Cott Corp.			80,174	1,375,321	1,501,659	
Loblaw Cos Ltd.			39,100	2,321,106	2,820,674	
Total equities - consumer products				3,696,427	4,322,333	2.0
Equities - Financial Services:						
Bank of Nova Scotia			41,800	2,854,257	3,260,818	
Brookfield Asset Management Inc.			10,200	501,566	519,078	
Intact Financial Corp.			13,900	1,116,334	1,361,644	
Manulife Financial Corp.			77,300	1,603,684	1,879,163	
Power Financial Corp.			12,700	438,223	422,529	
Royal Bank of Canada			46,300	3,615,952	4,359,608	
Sun Life Financial Inc.			21,000	866,899	973,560	
Toronto Dominion Bank			70,179	3,755,573	4,586,198	
Trisura Group Ltd.			1	23	22	
Total equities - financial services				14,752,511	17,362,620	8.0
Equities - Healthcare:						
Chartwell Retirement Residences			145,462	1,729,920	2,253,206	
Total equities - healthcare				1,729,920	2,253,206	1.0
Equities - Real Estate:						
Allied Properties REIT			15,500	578,425	603,260	
Brookfield Property Partners LP			84,073	2,093,776	2,579,360	
Calloway REIT			111,000	117,751	116,466	
Canadian Apartment Properties REIT			31,800	925,299	1,067,526	
First Capital Realty Inc.			80,200	1,701,617	1,584,752	
H&R REIT			46,400	1,065,366	1,021,728	
RioCan REIT			26,100	696,434	628,227	
Smart REIT			45,422	1,249,340	1,458,955	
Total equities - real estate				8,428,008	9,060,274	4.2
Equities - Technology:						
Open Text Corp.			19,300	793,104	789,949	
Total equities - technology				793,104	789,949	0.4
Equities - Communications and Media:						
BCE Inc.			8,491	484,500	495,874	
Corus Entertainment Inc.			20,600	266,304	280,778	
Rogers Communications Inc. Class B			24,000	1,242,849	1,470,000	
Total equities - communications and media				1,993,653	2,246,652	1.0
Equities - Utilities and Pipelines:						
Algonquin Power & Utilities Corp.			37,200	408,191	507,780	
Brookfield Infrastructure Partners LP			39,660	1,260,385	2,103,566	
Northland Power Inc.			14,200	333,529	328,020	
Total equities - utilities and pipelines				2,002,105	2,939,366	1.4
Total Equities				52,008,070	57,885,343	26.7

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2017

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Pooled Investment Funds						
CC&L High Yield Bond Fund, Series I			450,907	4,604,529	4,344,399	
Total pooled investment funds				4,604,529	4,344,399	2.0
Transaction Costs				(38,573)		
Total Investment Portfolio				211,161,605	216,040,630	99.8
Derivatives:						
Total unrealized loss on futures contracts (Schedule 1)					160,337	0.1
Other Net Assets					295,143	0.1
Total Net Assets					\$216,496,110	100.0

The accompanying notes are an integral part of these financial statements.

STEADYHAND INCOME FUND

Futures Contracts (unaudited)

Schedule 1

As at June 30, 2017

Description	Maturity date	Number of contracts	Fair value	Unrealized gain (loss)
Futures United States Dollars 1.2987	September 17, 2017	(38)	\$ (5,340,900)	
Margins			5,501,237	
Future contracts				\$160,337
Margin requirement				-
				\$160,337

The accompanying notes are an integral part of these financial statements.

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 10.

The Fund's objective is to provide a reasonably stable level of income and modest capital growth, while also preserving capital, through investing primarily in bonds, with some exposure to REITs and dividend-paying stocks. This Fund is a diversified income product that will provide a combination of current income, modest capital growth and inflation protection over the long-term, and is designed to serve as a core income holding within a portfolio, if applicable.

The Fund is Canada-focused: the portfolio manager invests primarily in fixed income instruments and income-producing securities issued by Canadian governments and corporations. The majority of the Fund's assets are held in bonds. The manager closely monitors the attractiveness of corporate bonds in relation to government-issued bonds, and will concentrate the fixed income portion of the portfolio wherever the best relative value is found. A smaller portion of dividend-paying common shares and REITs are included in the portfolio to enhance the Fund's yield and provide greater capital growth potential and protection from inflation.

Financial risks applicable to the Steadyhand Income Fund are discussed in more detail below.

(a) Credit risk:

The majority of the credit risk to which the Fund is exposed is concentrated in debt securities. Credit risk arising from other financial instruments is not considered significant. As at June 30, 2017 and December 31, 2016, the Fund was invested in debt securities with the following credit quality:

	Jun 2017	Dec 2016	Jun 2017	Dec 2016
Rating:				
AAA	\$ 38,812,169	\$ 31,473,426	17.9%	16.8%
AA	24,451,064	18,745,341	11.3%	10.0%
A	65,402,949	59,019,829	30.2%	31.5%
BBB	25,389,167	20,913,945	11.7%	11.2%
Total	\$ 154,055,349	\$ 130,152,541	71.1%	69.5%

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. There were no derivative liabilities at June 30, 2017 and December 31, 2016.

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk:

(i) Interest rate risk:

The majority of interest rate risk arises from debt securities held in the Fund's investment portfolio. A summary of the Fund's interest rate exposure analyzed by the earlier of contractual re-pricing or maturity date is as follows.

	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
June 30, 2017						
Debt securities	\$ 1,498,840	\$ 399,487	\$ 1,757,805	\$ 55,676,006	\$ 94,478,750	\$ 153,810,888
December 31, 2016						
Debt securities	\$ 9,592,614	\$ 1,846,913	\$ 1,498,739	\$ 35,178,500	\$ 81,805,687	\$ 129,922,452

The Manager has determined that a fluctuation in interest rates of 25 basis points is reasonably possible, considering the economic environment in which the Fund operates. As at June 30, 2017, had interest rates increased or decreased by 25 basis points, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$384,527 (December 31, 2016 - increased or decreased by \$324,806). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Currency risk:

At period end, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows:

Currency	June 30, 2017		December 31, 2016	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States dollar	\$ 191.2	0.1%	\$ 144.1	0.1%

As at June 30, 2017, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$1,912 (December 31, 2016 - increased or decreased by approximately \$1,441). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2017 and December 31, 2016. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2017:

Canada Federal Bond 3.500% 01 Jan 2045	5.1%
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At December 31, 2016:

Province of Ontario Provincial Bond 3.150% 02 June 2022	5.2%
CC&L High Yield Bond Fund, Series I	5.0%

As at period end, had the respective benchmark of the Fund increased or decreased by 5%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased as follows:

Indexes	June 30, 2017		December 31, 2016	
	5% Increase	5% Decrease	5% Increase	5% Decrease
DEX Universe Bond Index	\$ 7,512,115	\$ (7,512,115)	\$ 5,924,146	\$ (5,924,146)
S&P/TSX Composite Index	2,894,267	(2,894,267)	2,809,939	(2,809,939)
Total	\$ 10,406,382	\$ (10,406,382)	\$ 8,734,085	\$ (8,734,085)

In practice, actual results may differ from this sensitivity analysis and these differences could be material.

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 11.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

All fair value measurements below are recurring.

June 30, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 62,113,276	\$ 153,927,354	\$ -	\$ 216,040,630
Derivative assets	160,337	-	-	160,337
	\$ 62,273,613	\$ 153,927,354	\$ -	\$ 216,200,967

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

2. Fair value of financial instruments (continued):

(a) Fair value hierarchy - financial instruments measured at fair value (continued):

December 31, 2016	Level 1	Level 2	Level 3	Total
Investments	\$ 56,198,781	\$ 129,922,452	\$ -	\$ 186,121,233
Derivative assets	146,768	-	-	146,768
	\$ 56,345,549	\$ 129,922,452	\$ -	\$ 186,286,001

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2017 and December 31, 2016.

STEADYHAND FOUNDERS FUND

Statements of Financial Position (unaudited)

	Note	June 30, 2017	December 31, 2016
Assets			
Cash		\$ 597,584	\$ 716,743
Subscriptions receivable		422,615	212,335
Interest and dividends receivable		504,966	29,373
Investments		348,975,908	303,162,978
		\$ 350,501,073	\$ 304,121,429
Liabilities			
Redemptions payable		\$ 56,929	\$ 129,928
Management fees payable	4	388,558	330,629
Distribution payable		1,193,619	-
		1,639,106	460,557
Net assets attributable to holders of redeemable units		\$ 348,861,967	\$ 303,660,872
Number of units outstanding	5	26,524,877	23,751,071
Net assets attributable to holders of redeemable units per unit		\$ 13.15	\$ 12.79

The accompanying notes are an integral part of these financial statements.

Approved on behalf of Steadyhand Investment Management Ltd., in its capacity as Manager.

"Neil Jensen"
Director

"Thomas A. Bradley"
Director

STEADYHAND FOUNDERS FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Revenue:			
Interest income		\$ 532	\$ 559
Distributions received from underlying fund		1,132,133	931,384
Changes in fair value of investments:			
Net realized gain		1,004,343	1,471,308
Net change in unrealized appreciation		11,302,037	2,936,217
Total revenue		13,439,045	5,339,468
Expenses:			
Management fees	4	2,203,101	1,700,314
Independent review committee fees		2,059	2,054
Total operating expenses		2,205,160	1,702,368
Management fee reductions		(481,004)	(432,024)
Expenses waived or absorbed by Manager		(2,059)	(2,054)
		(483,063)	(434,078)
Net operating expenses		1,722,097	1,268,290
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		11,716,948	4,071,178
Distributions to holders of redeemable units:			
From net investment income		(2,337,226)	(2,039,462)
Management fee reductions		(481,004)	(432,024)
		(2,818,230)	(2,471,486)
Increase in net assets attributable to holders of redeemable units		\$ 8,898,718	\$ 1,599,692
Increase in net assets attributable to holders of redeemable units per (excluding distributions)		\$ 11,716,948	\$ 4,071,178
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions)		\$ 0.47	\$ 0.19

The accompanying notes are an integral part of these financial statements.

STEADYHAND FOUNDERS FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

Six months ended June 30, 2017 and 2016

Series A	Note	2017	2016
Balance, beginning of year		\$ 303,660,872	\$ 244,045,771
Increase in net assets attributable to holders of redeemable units		8,898,718	1,599,692
Redeemable unit transactions:			
Issue of redeemable units		45,435,686	34,668,874
Reinvestments of distributions		1,590,479	2,420,035
Redemption of redeemable units		(10,723,788)	(10,061,059)
Net increase from redeemable unit transactions		36,302,377	27,027,850
Balance, end of year		\$ 348,861,967	\$ 272,673,313

The accompanying notes are an integral part of these financial statements.

STEADYHAND FOUNDERS FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 8,300,000	\$ 36,100,000
Purchase of investments		(41,806,550)	(59,693,781)
Interest and dividends receivable		657,072	594,465
Management fees payable		(1,664,168)	(1,247,040)
Operating expenses paid		1,193,619	990,538
		(33,320,027)	(23,255,818)
Financing activities:			
Proceeds from issue of redeemable units		45,225,406	34,339,493
Payments on redemption of redeemable units		(10,796,787)	(10,038,369)
Cash distributions paid to holders of redeemable units		(1,227,751)	(51,451)
		33,200,868	24,249,673
Increase (decrease) in cash		(119,159)	993,855
Cash, beginning of year		716,743	551,984
Cash, end of period		\$ 597,584	\$ 1,545,839

The accompanying notes are an integral part of these financial statements.

STEADYHAND FOUNDERS FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

	Number of units	Average cost	Fair value	% of net assets
Pooled Investment Funds:				
Steadyhand Equity Fund, Series O	4,079,307	\$ 54,410,841	\$ 70,518,987	
Steadyhand Global Equity Fund, Series O	6,674,202	61,157,584	73,093,192	
Steadyhand Income Fund, Series O	10,382,445	115,961,733	118,841,617	
Steadyhand Savings Fund, Series O	5,655,189	56,551,892	56,551,889	
Steadyhand Small-Cap Equity Series O	1,957,981	29,079,169	29,970,223	
Total pooled investment funds		317,161,219	348,975,908	100.0
Total Investment Portfolio		317,161,219	348,975,908	100.0
Other Net Assets			(113,941)	-
Total Net Assets			\$ 348,861,967	100.0

The accompanying notes are an integral part of these financial statements.

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management:

The Fund invests in other Steadyhand Funds, the discussion of risks immediately below looks through the Fund's investments and assesses the risks on this basis.

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 10.

The Fund's objective is to provide a combination of capital growth and income through investing in a diversified collection of Canadian and foreign companies, bonds and money market securities.

The Fund invests in equities in Canada and abroad, in roughly equal proportions. The geographic allocation of the Fund's equity investments may vary from these parameters; however, based on where the manager is seeing the best value. The fixed income portion of the Fund primarily invests in bonds and income-producing securities issued by Canadian governments and corporations.

Financial risks applicable to the Steadyhand Founders Fund are discussed in more detail below.

(a) Credit risk:

The majority of the credit risk to which the Fund is exposed is concentrated to its holdings in underlying funds with investments in debt securities. Credit risk arising from other financial instruments is not considered significant. At June 30, 2017 and December 31, 2016, the Fund was invested in debt securities with the following credit quality:

	Jun 2017	Dec 2016	Jun 2017	Dec 2016
Rating:				
AAA	\$ 43,883,140	\$ 31,276,786	12.6%	10.3%
AA	46,056,668	33,913,065	13.2%	11.2%
A	41,509,598	36,863,663	11.9%	12.2%
BBB	13,936,923	10,309,835	4.0%	3.4%
Total	\$ 145,386,329	\$ 112,363,349	41.7%	37.1%

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund has no derivative liabilities as at June 30, 2017 and December 31, 2016.

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk:

(i) Interest rate risk:

The majority of interest rate risk arises from debt securities held in the Fund's investment portfolio. A summary of the Fund's interest rate exposure analyzed by the earlier of contractual re-pricing or maturity date is as follows.

	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
June 30, 2017						
Debt securities	\$ 18,314,688	\$ 22,172,834	\$ 21,608,984	\$ 31,293,232	\$ 51,862,398	\$ 145,252,137
December 31, 2016						
Debt securities	\$ 15,094,719	\$ 23,798,027	\$ 15,688,111	\$ 17,341,756	\$ 40,327,310	\$ 112,249,923

The Manager has determined that a fluctuation in interest rates of 25 basis points is reasonably possible, considering the economic environment in which the Fund operates. As at June 30, 2017, had interest rates increased or decreased by 25 basis points, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$363,130 (December 31, 2016 - increased or decreased by \$280,625). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Currency risk:

At period end, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows:

Currency	June 30, 2017		December 31, 2016	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 39,868.7	11.4%	\$ 39,630.9	13.0%
Euro	17,704.1	5.1%	14,054.3	4.6%
Japanese Yen	12,954.8	3.7%	16,181.4	5.3%
British Pound	12,562.3	3.6%	12,743.9	4.2%
Hong Kong Dollar	5,746.1	1.7%	5,303.1	1.7%
Swiss Franc	4,569.9	1.3%	4,374.8	1.4%
Danish Krone	3,130.3	0.9%	2,888.0	1.0%
Singapore Dollar	2,059.6	0.6%	1,668.6	0.6%
Indonesian Rupiah	1,706.4	0.5%	1,786.9	0.6%
Norwegian Krone	1,441.3	0.4%	-	- %
Thai Baht	1,374.9	0.4%	1,224.5	0.4%
Korean Won	-	-%	1,933.1	0.6%
	\$ 103,118.4	29.6%	\$ 101,789.5	33.5%

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk (continued):

(ii) Currency risk (continued):

As at June 30, 2017, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$1,031,184 (December 31, 2016 - increased or decreased by approximately \$1,017,895). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2017 or December 31, 2016. No exposure to any individual issuer exceeded 5% of the net assets attributable to the holders of redeemable units either at June 30, 2017 or December 31, 2016.

As at period end, had the respective benchmark of the Fund increased or decreased by 5%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased as follows:

Indexes	June 30, 2017		December 31, 2016	
	5% Increase	5% Decrease	5% Increase	5% Decrease
DEX 90 Day TBill Index	\$ 872,440	\$ (872,440)	\$ 757,907	\$ (757,907)
DEX Universe Bond Index	6,107,078	(6,107,078)	5,305,352	(5,305,352)
S&P/TSX Composite Index	6,107,078	(6,107,078)	5,305,352	(5,305,352)
MSCI World Index (\$Cdn)	4,362,199	(4,362,199)	3,789,537	(3,789,537)
Total	\$ 17,448,795	\$ (17,448,795)	\$ 15,158,148	\$ (15,158,148)

In practice, actual results may differ from this sensitivity analysis and these differences could be material.

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 11.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

2. Fair value of financial instruments (continued):

(a) Fair value hierarchy - financial instruments measured at fair value (continued):

All fair value measurements below are recurring.

June 30, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 348,975,908	\$ -	\$ -	\$ 348,975,908

December 31, 2016	Level 1	Level 2	Level 3	Total
Investments	\$ 303,162,978	\$ -	\$ -	\$ 303,162,978

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2017 and December 31, 2016.

STEADYHAND EQUITY FUND

Statements of Financial Position (unaudited)

	Note	June 30, 2017	December 31, 2016
Assets			
Cash		\$ 27,307	\$ -
Subscriptions receivable		68,526	159,874
Interest and dividends receivable		373,693	265,413
Investments		162,778,821	155,643,378
		\$ 163,248,347	\$ 156,068,665
Liabilities			
Bank indebtedness		\$ -	\$ 9,337
Redemptions payable		-	119,870
Management fees payable	4	110,425	100,088
		110,425	229,295
Net assets attributable to holders of redeemable units		\$ 163,137,922	\$ 155,839,370
Represented by:			
Series A		\$ 92,618,828	\$ 86,633,056
Series O		70,519,094	69,206,314
		\$ 163,137,922	\$ 155,839,370
Number of units outstanding:			
Series A	5	5,519,228	5,399,382
Series O		4,079,307	4,216,725
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 16.78	\$ 16.04
Series O		17.29	16.41

The accompanying notes are an integral part of these financial statements.

Approved on behalf of Steadyhand Investment Management Ltd., in its capacity as Manager

"Neil Jensen"
Director

"Thomas A. Bradley"
Director

STEADYHAND EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Revenue:			
Interest income		\$ 95,712	\$ 14,558
Dividend income		1,764,874	2,462,675
Foreign exchange loss		275,316	18,252
Change in fair value of investments:			
Net realized gain		3,015,997	1,557,657
Net change in unrealized appreciation		3,123,104	2,563,348
Total revenue		8,275,003	6,616,490
Expenses:			
Management fees	4	643,523	508,025
Withholding taxes	7	101,610	84,396
Transaction costs	8	6,235	11,499
Independent review committee fees		2,059	2,054
Total operating expenses		753,427	605,974
Management fee reductions		(148,281)	(129,848)
Expenses waived or absorbed by Manager		(2,059)	(2,054)
		(150,340)	(131,902)
Net operating expenses		603,087	474,072
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		7,671,916	6,142,418
Distributions to holders of redeemable units:			
Management fee reductions		(148,281)	(129,848)
		(148,281)	(129,848)
Increase in net assets attributable to holders of redeemable units		\$ 7,523,635	\$ 6,012,570
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 3,990,855	\$ 2,457,799
Series O		3,532,780	3,554,771
		\$ 7,523,635	\$ 6,012,570
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 4,139,136	\$ 2,587,647
Series O		3,532,780	3,554,771
		\$ 7,671,916	\$ 6,142,418
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 0.76	\$ 0.53
Series O		0.87	0.74

The accompanying notes are an integral part of these financial statements.

STEADYHAND EQUITY FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

Six months ended June 30, 2017 and 2016

Series A	Note	2017	2016
Balance, beginning of period		\$ 86,633,056	\$ 69,181,643
Increase in net assets attributable to holders of redeemable units		3,990,855	2,457,799
Redeemable unit transactions:			
Issue of redeemable units		9,551,376	8,321,278
Reinvestments of distributions		148,281	130,632
Redemption of redeemable units		(7,704,740)	(3,747,813)
Net increase from redeemable unit transactions		1,994,917	4,704,097
Balance, end of period		\$ 92,618,828	\$ 76,343,539

Series O	Note	2017	2016
Balance, beginning of period		\$ 69,206,314	\$ 60,385,979
Increase in net assets attributable to holders of redeemable units		3,532,780	3,554,771
Redeemable unit transactions:			
Issue of redeemable units		780,000	16,300,000
Reinvestment of distributions		-	-
Redemption of redeemable units		(3,000,000)	(11,500,000)
Net increase (decrease) from redeemable unit transactions		(2,220,000)	4,800,000
Balance, end of period		\$ 70,519,094	\$ 68,740,750

The accompanying notes are an integral part of these financial statements.

STEADYHAND EQUITY FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 41,459,693	\$ 35,539,673
Purchase of investments		(42,460,070)	(44,474,307)
Balances due from brokers		-	-
Interest and dividends received		1,752,306	2,452,796
Balances due to broker		-	(2,195,531)
Management fees paid		(484,905)	(374,579)
Foreign withholding taxes paid		(101,610)	(84,396)
		165,414	(9,136,344)
Financing activities:			
Proceeds from issue of redeemable units		10,422,724	24,653,223
Payments on redemption of redeemable units		(10,824,610)	(15,241,788)
Cash distributions paid to holders of redeemable units		-	784
		(401,886)	9,412,219
Increase (decrease) in cash		(236,472)	275,875
Cash (bank indebtedness), beginning of period		(9,337)	196,314
Effect of exchange rate fluctuations on cash		273,116	17,388
Cash, end of period		\$ 27,307	\$ 489,577

The accompanying notes are an integral part of these financial statements.

STEADYHAND EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Short-Term Investments - Treasury Bills:						
Canadian Treasury Bill	0.689%	10/19/2017	5,937,000	\$ 5,925,209	\$ 5,925,209	
United States Treasury Bill	0.692%	07/06/2017	3,207,000	4,266,266	4,163,342	
Total short-term investments - treasury bills				10,191,475	10,088,551	6.2
Equities - Oil and Gas:						
Enbridge Inc.			65,000	3,252,080	3,357,900	
Pason Systems Inc.			225,700	4,132,634	4,365,038	
PrairieSky Royalty Ltd.			227,500	6,367,773	6,718,075	
Suncor Energy Inc.			220,900	7,481,134	8,369,901	
Total equities – oil and gas				21,233,621	22,810,914	14.0
Equities - Basic Materials:						
Agrium Inc.			50,200	5,448,823	5,900,006	
CCL Industries Inc.			117,700	4,175,785	7,722,297	
Ecolab Inc.			39,000	4,760,369	6,723,701	
Franco-Nevada Corp.			80,000	5,030,616	7,485,600	
Total equities - basic materials				19,415,593	27,831,604	17.1
Equities - Industrial Goods and Services:						
CAE Inc.			275,000	3,284,723	6,149,000	
Canadian National Railway Co.			61,900	3,584,346	6,513,118	
Novozymes A/S			127,000	4,765,690	7,208,376	
Ritchie Bros. Auctioneers Inc.			140,300	4,119,862	5,227,578	
Westshore Terminals Investment Corp.			142,200	3,018,595	2,987,622	
Total equities - industrial goods and services				18,773,216	28,085,694	17.2
Equities - Consumer Cyclical:						
Magna International Inc.			107,100	5,683,110	6,433,497	
Starbucks Corp.			75,000	2,968,769	5,679,545	
Total equities - consumer cyclical				8,651,879	12,113,042	7.4
Equities - Consumer Products:						
CVS Health Corp.			67,000	4,777,781	7,001,065	
Fomento Economico Mexicano SAB de CV			50,000	5,406,977	6,385,714	
Loblaw Cos Ltd.			80,000	4,054,146	5,771,200	
Unilever PLC, ADR			60,000	2,310,150	4,217,143	
Total equities - consumer products				16,549,054	23,375,122	14.3
Equities - Financial Services:						
CBOE Holdings Inc.			65,000	5,132,161	7,715,584	
Experian PLC			215,000	4,043,854	5,712,394	
Toronto-Dominion Bank			131,000	6,370,973	8,560,850	
Visa Inc. Cl.A			77,500	4,834,526	9,438,897	
Total equities - financial services				20,381,514	31,427,725	19.3
Equities - Healthcare:						
Novartis AG			65,000	5,412,659	7,406,169	
Total equities - healthcare				5,412,659	7,406,169	4.3
Total equities				110,417,536	152,690,270	93.6
Transaction costs				(35,381)	-	
Total Investment Portfolio				120,573,630	162,778,821	99.8
Other Net Assets					359,101	0.2
Total Net Assets					\$163,137,922	100.0

The accompanying notes are an integral part of these financial statements.

STEADYHAND EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 10.

The Fund's objective is to grow capital at a pace that significantly exceeds inflation through exposure to a focused group of Canadian and foreign companies.

The Fund is North American-focused: the portfolio manager invests a majority of the fund in Canadian stocks, but seeks to enhance returns and minimize risk by also investing in companies and industries that are not available in Canada.

Financial risks applicable to the Steadyhand Equity Fund are discussed in more detail below.

(a) Credit risk:

As at June 30, 2017 and December 31, 2016, the Fund does not have significant exposure to credit risk.

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund has no derivative liabilities as at June 30, 2017 and December 31, 2016.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2017 and December 31, 2016, the Fund does not have significant exposure to interest rate risk.

(ii) Currency risk:

At period end, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows:

Currency	June 30, 2017		December 31, 2016	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States dollar	\$ 58,743.5	36.0%	\$ 55,097.9	35.3%
Danish Krone	7,241.6	4.4%	6,504.7	4.2%
British Pound	5,712.4	3.5%	5,477.3	3.5%
	\$ 71,697.5	43.9%	\$ 67,079.9	43.0%

As at June 30, 2017, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$716,975 (December 31, 2016 - increased or decreased by approximately \$670,799). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

STEADYHAND EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2017 and December 31, 2016. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2017:

Visa Inc.	5.8%
The Toronto Dominion Bank	5.2%
Suncor Energy Inc.	5.1%

At December 31, 2016:

Suncor Energy Inc.	6.2%
Visa Inc.	5.5%
CCL Industries Inc.	5.2%

As at period end, had the respective benchmark of the Fund increased or decreased by 5%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased as follows:

Indexes	June 30, 2017		December 31, 2016	
	5% Increase	5% Decrease	5% Increase	5% Decrease
S&P/TSX Composite Index \$	4,580,708	\$ (4,580,708)	\$ 4,557,337	\$ (4,557,337)
MSCI World Index (\$Cdn)	3,053,805	(3,053,805)	3,038,225	(3,038,225)
Total	\$ 7,634,513	\$ (7,634,513)	\$ 7,595,562	\$ (7,595,562)

In practice, actual results may differ from this sensitivity analysis and these differences could be material.

STEADYHAND EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 11.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

All fair value measurements below are recurring.

June 30, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 152,690,270	\$ 10,088,551	\$ -	\$ 162,778,821

December 31, 2016	Level 1	Level 2	Level 3	Total
Investments	\$ 151,911,229	\$ 3,732,149	\$ -	\$ 155,643,378

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2017 and December 31, 2016.

STEADYHAND GLOBAL EQUITY FUND

Statements of Financial Position (unaudited)

	Note	June 30, 2017	December 31, 2016
Assets			
Cash		\$ 7,290,375	\$ 2,728,088
Subscriptions receivable		112,000	110,624
Interest and dividends receivable		399,302	135,510
Investments		141,163,671	134,168,940
		\$ 148,965,348	\$ 137,143,162
Liabilities			
Redemptions payable		\$ -	\$ 69,276
Management fees payable	4	113,407	96,110
		113,407	165,386
Net assets attributable to holders of redeemable units		\$ 148,851,941	\$ 136,977,776
Represented by:			
Series A		\$ 75,758,525	\$ 66,036,842
Series O		73,093,416	70,940,934
		\$ 148,851,941	\$ 136,977,776
Number of units outstanding:			
Series A	5	7,181,083	6,813,667
Series O		6,674,202	7,113,781
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 10.55	\$ 9.69
Series O		10.95	9.97

The accompanying notes are an integral part of these financial statements.

Approved on behalf of the Board of
Steadyhand Investment Management Ltd.,
in its capacity as Manager

"Neil Jensen"
Director

"Thomas A. Bradley"
Director

STEADYHAND GLOBAL EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Revenue:			
Interest income		\$ 128	\$ 101
Dividend income		2,542,686	2,278,650
Foreign exchange loss		(94,707)	(120,778)
Changes in fair value of investments:			
Net realized gain		7,611,309	2,785,662
Net change in unrealized appreciation (depreciation)		3,404,891	(15,637,525)
Total revenue		13,464,307	(10,693,890)
Expenses:			
Management fees	4	636,686	510,121
Withholding taxes	7	281,335	244,180
Transaction costs	8	69,106	82,827
Independent review committee fees		2,059	2,054
Total operating expenses		989,186	839,182
Management fee reductions		(162,889)	(151,585)
Expenses waived or absorbed by Manager		(2,059)	(2,054)
		(164,948)	(153,639)
Net operating expenses		824,238	685,543
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		12,640,069	(11,379,433)
Distributions to holders of redeemable units:			
Management fee reductions		(162,889)	(151,585)
		(162,889)	(151,585)
Increase (decrease) in net assets attributable to holders of redeemable units		\$ 12,477,180	\$ (11,531,018)
Increase (decrease) in net assets attributable to holders of redeemable units:			
Series A		\$ 5,954,698	\$ (6,302,804)
Series O		6,522,482	(5,228,214)
		\$ 12,477,180	\$ (11,531,018)
Increase (decrease) in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 6,117,587	\$ (6,151,219)
Series O		6,522,482	(5,228,214)
		\$ 12,640,069	\$ (11,379,433)
Increase (decrease) in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.87	\$ (0.96)
Series O		0.97	(0.82)

The accompanying notes are an integral part of these financial statements.

STEADYHAND GLOBAL EQUITY FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

Six months ended June 30, 2017 and 2016

Series A	Note	2017	2016
Balance, beginning of period		\$ 66,036,842	\$ 63,228,916
Increase (decrease) in net assets attributable to holders of redeemable units		5,954,698	(6,302,804)
Redeemable unit transactions:			
Issue of redeemable units		6,459,839	3,426,649
Reinvestments of distributions		162,889	151,585
Redemption of redeemable units		(2,855,743)	(3,457,791)
Net increase from redeemable unit transactions		3,766,985	120,443
Balance, end of period		\$ 75,758,525	\$ 57,046,555

Series O	Note	2017	2016
Balance, beginning of period		\$ 70,940,934	\$ 55,815,533
Increase (decrease) in net assets attributable to holders of redeemable units		6,522,482	(5,228,214)
Redeemable unit transactions:			
Issue of redeemable units		630,000	12,750,000
Redemption of redeemable units		(5,000,000)	-
Net increase (decrease) from redeemable unit transactions		(4,370,000)	12,750,000
Balance, end of period		\$ 73,093,416	\$ 63,337,319

The accompanying notes are an integral part of these financial statements.

STEADYHAND GLOBAL EQUITY FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 21,494,818	\$ 14,809,358
Purchase of investments		(17,542,458)	(34,343,412)
Interest and dividends received		2,279,022	1,906,662
Balances due to brokers		-	5,422,705
Management fees paid		(456,500)	(369,708)
Foreign withholding taxes paid		(281,335)	(244,180)
		5,493,547	(12,818,575)
Financing activities:			
Proceeds from issue of redeemable units		7,088,463	16,102,769
Payments on redemption of redeemable units		(7,925,019)	(3,457,791)
		(836,556)	12,644,978
Increase (decrease) in cash		4,656,911	(173,597)
Cash, beginning of period		2,728,088	8,414,449
Effect of exchange rate fluctuations on cash		(94,704)	(107,686)
Cash, end of period		\$ 7,290,375	\$ 8,133,166

The accompanying notes are an integral part of these financial statements.

STEADYHAND GLOBAL EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities - Oil and Gas:				
Apache Corp.	42,463	\$ 2,451,916	\$ 2,643,184	
BP PLC	486,844	3,965,337	3,636,609	
Royal Dutch Shell PLC	132,747	4,889,966	4,562,364	
Total SA	40,592	2,679,181	2,602,575	
Total equities - oil and gas		13,986,400	13,444,732	9.0
Equities - Industrial Goods and Services:				
East Japan Railway Co.	22,400	1,871,609	2,781,967	
Mitsubishi Corp.	106,700	2,379,271	2,905,610	
PostNL NV	530,142	2,148,636	3,209,389	
Total equities - industrial goods and services		6,399,516	8,896,966	6.0
Equities - Consumer Cyclical:				
Galaxy Entertainment Group Ltd.	388,000	2,116,755	3,059,606	
Goodbaby International Holdings Ltd.	4,713,000	3,030,404	2,540,375	
Johnson Controls Inc.	41,779	2,283,946	2,352,646	
Panasonic Corp.	291,500	2,999,288	5,134,770	
Takashimaya Co. Ltd.	265,000	2,477,765	3,274,320	
Whirlpool Corp.	14,010	3,249,294	3,486,489	
Total equities - consumer cyclical		16,157,452	19,848,206	13.3
Equities - Consumer Products:				
Japan Tobacco Inc.	56,400	1,695,087	2,573,024	
Tesco PLC	1,044,787	3,509,210	2,975,085	
Total equities - consumer products		5,204,297	5,548,109	3.7
Equities - Financial Services:				
Bangkok Bank PLC	395,900	2,550,638	2,800,083	
Bank Mandiri Persero Tbk PT	2,796,900	2,230,495	3,474,943	
BNP Paribas SA	38,903	2,687,973	3,633,813	
CK Hutchison Holdings Ltd.	195,460	2,625,889	3,186,687	
Commerzbank AG	289,269	4,028,178	4,469,013	
Credicorp Ltd.	13,000	2,872,368	3,028,662	
DBS Group Holdings Ltd.	214,400	2,897,761	4,194,286	
DnB ASA	133,320	3,100,227	2,935,098	
HSBC Holdings PLC	312,674	3,189,359	3,753,945	
Nomura Holdings Inc.	394,500	2,644,180	3,070,561	
Royal Bank of Scotland Group PLC	774,776	3,320,666	3,230,902	
Sumitomo Mitsui Financial Group	64,300	2,431,962	3,254,494	
Sumitomo Mitsui Trust Holdings	70,100	3,438,396	3,256,369	
Swire Pacific Ltd., Class A	229,808	2,914,098	2,915,147	
Synchrony Financial	74,518	2,921,775	2,885,879	
Total equities - financial services		43,853,965	50,089,882	33.7
Equities - Healthcare:				
AstraZeneca PLC	51,589	3,599,959	4,468,859	
Bayer AG	22,928	4,075,834	3,844,484	
Celgene Corp.	23,050	3,456,403	3,887,667	
Novartis AG	47,638	4,586,606	5,155,361	
PerkinElmer Inc.	33,563	2,156,587	2,970,108	
Roche Holding AG	12,211	4,030,464	4,043,893	
Sanofi	31,301	3,225,624	3,883,473	
Total equities - healthcare		25,131,477	28,253,845	19.0

STEADYHAND GLOBAL EQUITY FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2017

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities (continued):				
Equities - Technology:				
Baidu Inc.	12,300	2,767,897	2,857,114	
Gemalta NV	30,309	2,333,704	2,359,227	
UBISOFT Entertainment	52,760	1,967,385	3,882,503	
Total equities - technology		7,068,986	9,098,844	6.1
Equities – Communications and Media:				
Nokia OYJ	419,933	3,910,798	3,330,926	
Telefonica SA	198,108	2,766,488	2,652,161	
Total equities – communications and media		6,677,286	5,983,087	4.0
Total Equities		124,479,379	141,163,671	94.8
Transaction Costs		(232,240)		
Total Investment Portfolio		124,247,139	141,163,671	94.8
Other Net Assets			7,688,270	5.2
Total Net Assets			\$148,851,941	100.0

The accompanying notes are an integral part of these financial statements.

STEADYHAND GLOBAL EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 10.

The Fund's objective is to grow capital at a pace that significantly exceeds inflation through exposure to a collection of leading businesses throughout the world.

The Fund invests in equities around the globe. Concentration is focused in the developed world - western Europe, the United States, and Japan in particular. The Fund's geographic allocation may vary considerably based on where the best opportunities lie.

Financial risks applicable to the Steadyhand Global Equity Fund are discussed in more detail below.

(a) Credit risk:

As at June 30, 2017 and December 31, 2016, the Fund had no significant exposure to credit risk.

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund had no derivative liabilities as at June 30, 2017 and December 31, 2016.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2017 and December 31, 2016, the Fund had no significant exposure to interest or credit rate risk.

(ii) Currency risk:

At period end, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows:

Currency	June 30, 2017		December 31, 2016	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
Euro	\$ 36,053.8	24.2%	\$ 27,142.0	19.8%
Japanese Yen	26,382.0	17.7%	31,250.0	22.8%
United States Dollar	24,125.3	16.2%	24,535.6	17.9%
British Pound	20,554.2	13.8%	19,914.9	14.5%
Hong Kong Dollar	11,701.8	7.9%	10,241.6	7.5%
Swiss Franc	9,306.5	6.3%	8,448.8	6.2%
Singapore Dollar	4,194.3	2.8%	3,451.0	2.5%
Indonesian Rupiah	3,474.9	2.3%	3,222.5	2.4%
Norwegian Krone	2,935.1	2.0%	-	-%
Thai Baht	2,800.1	1.9%	2,364.7	1.7%
Korean Won	-	-%	3,733.3	2.7%
	\$ 141,528.0	95.1%	\$ 134,304.4	98.0%

STEADYHAND GLOBAL EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As a June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk (continued):

(ii) Currency risk (continued):

As at June 30, 2017, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$1,415,281 (December 31, 2016 - increased or decreased by approximately \$1,343,044). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

There were no significant concentrations of risk to issuers at June 30, 2017 or December 31, 2016. No exposure to any individual issuer exceeded 5% of the net assets attributable to the holders of redeemable units either at June 30, 2017 or December 31, 2016.

As at period end, had the respective benchmark of the Fund increased or decreased by 5%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased as follows:

Indexes	June 30, 2017		December 31, 2016	
	5% Increase	5% Decrease	5% Increase	5% Decrease
MSCI World Index (\$Cdn)	\$ 7,058,184	\$ (7,058,184)	\$ 6,708,447	\$ (6,708,447)

In practice, actual results may differ from this sensitivity analysis and these differences could be material.

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 11.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

All fair value measurements below are recurring.

June 30, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 141,163,671	\$ -	\$ -	\$ 141,163,671
December 31, 2016	Level 1	Level 2	Level 3	Total
Investments	\$ 134,168,904	\$ -	\$ -	\$ 134,168,904

There were no transfers between Levels 1, 2, and 3 during the periods ended June 30, 2017 or December 31, 2016.

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Financial Position (unaudited)

	Note	June 30, 2017	December 31, 2016
Assets			
Cash		\$ 2,262,838	\$ 5,052,758
Balance due from brokers		318,234	-
Subscriptions receivable	1	2,000	57,730
Interest and dividends receivable		164,546	127,189
Investments		77,565,663	69,134,430
		\$ 80,313,281	\$ 74,372,107
Liabilities			
Balances due to brokers		\$ 48,225	\$ 2,382,671
Redemptions payable		132	225,711
Management fees payable	4	74,226	69,416
		122,583	2,677,798
Net assets attributable to holders of redeemable units		\$ 80,190,698	\$ 71,694,309
Represented by:			
Series A		\$ 50,220,398	\$ 47,787,039
Series O		29,970,300	23,907,270
		\$ 80,190,698	\$ 71,694,309
Number of units outstanding:	5		
Series A		3,427,000	3,306,366
Series O		1,957,981	1,597,733
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 14.65	\$ 14.45
Series O		15.31	14.96

The accompanying notes are an integral part of these financial statements.

Approved on behalf of Steadyhand Investment Management Ltd., in its capacity as Manager

"Neil Jensen"
Director

"Thomas A. Bradley"
Director

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Revenue:			
Interest income		\$ 62,257	\$ 36
Dividend income		803,714	983,595
Foreign exchange loss		26,231	(514)
Change in fair value of investments:			
Net realized gain (loss)		1,228,224	(674,982)
Net change in unrealized appreciation (depreciation)		(322,749)	5,030,044
Total revenue		1,797,677	5,338,179
Expenses:			
Management fees	4	438,208	372,108
Transaction costs	8	58,573	35,369
Independent review committee fees		2,059	2,054
Total operating expenses		498,840	409,531
Management fee reductions		(103,043)	(99,222)
Expenses waived or absorbed by Manager		(2,059)	(2,054)
		(105,102)	(101,276)
Net operating expenses		393,738	308,255
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		1,403,939	5,029,924
Distributions to holders of redeemable units:			
Management fee reductions		(103,043)	(99,222)
		(103,043)	(99,222)
Increase in net assets attributable to holders of redeemable units		\$ 1,300,896	\$ 4,930,702
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 657,866	\$ 3,163,235
Series O		643,030	1,767,467
		\$ 1,300,896	\$ 4,930,702
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 760,909	\$ 3,262,457
Series O		643,030	1,767,467
		\$ 1,403,939	\$ 5,029,924
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.23	\$ 1.01
Series O		0.37	1.22

The accompanying notes are an integral part of these financial statements.

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

Six months ended June 30, 2017 and 2016

Series A	Note	2017	2016
Balance, beginning of period		\$ 47,787,039	\$ 40,729,201
Increase in net assets attributable to holders of redeemable units		657,866	3,163,235
Redeemable unit transactions:			
Issue of redeemable units		4,790,776	2,951,723
Reinvestments of distributions		103,043	99,439
Redemption of redeemable units		(3,118,326)	(2,393,577)
Net increase from redeemable unit transactions		1,775,493	657,585
Balance, end of period		\$ 50,220,398	\$ 44,550,021

Series O	Note	2017	2016
Balance, beginning of period		\$ 23,907,270	\$ 17,110,361
Increase in net assets attributable to holders of redeemable units		643,030	1,767,467
Redeemable unit transactions:			
Issue of redeemable units		5,420,000	2,300,000
Redemption of redeemable units		-	(2,000,000)
Net increase from redeemable unit transactions		5,420,000	300,000
Balance, end of period		\$ 29,970,300	\$ 19,177,828

The accompanying notes are an integral part of these financial statements.

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2017 and 2016

	Note	2017	2016
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments	\$	11,071,257	\$ 5,421,556
Purchase of investments		(18,634,547)	(6,393,748)
Balances due from brokers		(318,234)	-
Interest and dividends received		828,614	963,322
Balances due to brokers		(2,334,446)	(24,429)
Management fees paid		(330,355)	(269,855)
		(9,717,711)	(303,154)
Financing activities:			
Proceeds from redeemable units issued		10,266,506	5,230,783
Redemption of redeemable units		(3,343,905)	(4,434,582)
Cash distributions paid to holders of redeemable units		-	217
		6,922,601	796,418
Increase (decrease) in cash		(2,795,110)	493,264
Cash, beginning of period		5,052,758	7,127,527
Effect of exchange rate fluctuations on cash		5,190	2,449
Cash, end of period	\$	2,262,838	\$ 7,623,240

The accompanying notes are an integral part of these financial statements.

STEADYHAND SMALL-CAP EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities – Oil and Gas:				
Ensign Energy Services Inc.	158,700	\$ 1,126,167	\$ 1,099,791	
MEG Energy Corp.	811,045	4,615,788	3,090,081	
Parkland Fuel Co.	115,777	3,285,815	3,439,735	
Parkland Fuel Co Private Placement	3,539	98,030	103,044	
Total equities – oil and gas		9,125,800	7,732,651	9.7
Equities - Industrial Goods and Services:				
AG Growth International Inc.	45,555	1,978,428	2,629,435	
Cargojet Inc.	66,473	2,653,440	3,158,132	
CBIZ Inc.	124,809	1,255,513	2,431,344	
Echo Global Logistics Inc.	167,187	5,218,997	4,320,807	
Exchange Income Corp.	117,812	4,240,182	3,894,865	
Intertape Polymer Group Inc.	85,980	2,115,747	2,122,846	
Macdonald Dettwiler & Associates Ltd.	67,566	4,461,040	4,559,355	
New Flyer Industries Inc.	53,238	2,152,407	2,887,629	
Stantec Inc.	137,300	2,849,419	4,482,845	
Total equities - industrial goods and services		26,925,173	30,487,258	38.0
Equities - Consumer Cyclical:				
DHX Media Ltd.	503,890	3,741,823	2,892,329	
Martinrea International Inc.	270,392	2,290,635	2,863,451	
Spin Master Corp.	97,500	3,145,887	3,773,250	
Total equities - consumer cyclical		9,178,345	9,529,030	11.9
Equities – Consumer Products:				
Brick Brewing Co.	1,114,469	3,207,274	4,301,850	
Liquor Stores N.A. Ltd.	463,686	4,719,875	4,558,033	
Total equities – consumer products		7,927,149	8,859,883	11.0
Equities – Financial Services:				
Diversified Royalty Corp.	1,427,600	3,579,335	3,697,484	
Total equities – financial services		3,579,335	3,697,484	4.6
Equities - Technology:				
Enghouse Systems Ltd.	53,083	2,801,616	2,789,512	
Points International Ltd.	317,038	3,532,063	3,715,685	
Pure Technologies Ltd.	815,963	4,224,845	3,990,059	
Total equities - technology		10,558,524	10,495,256	13.1
Equities – Real Estate:				
Dream Global REIT	355,000	3,062,731	3,876,600	
Total equities – real estate		3,062,731	3,876,600	4.8
Equities – Utilities:				
Northland Power Inc.	125,000	2,720,328	2,887,500	
Total equities – utilities		2,720,328	2,887,500	3.6
Total Equities		73,077,385	77,565,662	96.7
Transaction Costs		(175,579)	-	
Total Investment Portfolio		72,901,806	77,565,662	96.7
Other Net Assets			2,625,036	3.3
Total Net Assets			\$ 80,190,698	100.0

The accompanying notes are an integral part of these financial statements.

STEADYHAND SMALL-CAP EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 10.

The Fund's objective is to grow capital at a pace that significantly exceeds inflation and provide exposure to a collection of smaller companies that think big. This Fund will move in a cycle of its own and will often be out of synch with the overall market.

The Fund looks to the Canadian and U.S. equity markets for small and mid-sized companies and although it typically invests the majority of its assets in Canadian equities, the portfolio manager may invest a significant portion of the fund's assets in U.S. equities in pursuit of opportunities not available in the Canadian market. However, it is not expected that the Fund's U.S. holdings will exceed 40% of its net assets for any prolonged period of time.

Financial risks applicable to the Steadyhand Small-Cap Equity Fund are discussed in more detail below.

(a) Credit risk:

At June 30, 2017 and December 31, 2016, the Fund had no significant exposure to credit risk.

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund had no derivative liabilities as at June 30, 2017 and December 31, 2016.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2017 and December 31, 2016, the Fund had no significant exposure to interest rate risk.

(ii) Currency risk:

At period end, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows:

Currency	Jun. 30, 2017		Dec. 31, 2016	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 6,753.8	8.4%	\$ 7,367.9	10.3%

As at June 30, 2017, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$67,538 (Dec. 31, 2016 - increased or decreased by approximately \$73,679). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

STEADYHAND SMALL-CAP EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2017 and December 31, 2016. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2017:

Macdonald Dettwiler & Associates Ltd.	5.7%
Liquor Stores NA Ltd.	5.7%
Stantec Inc.	5.6%
Echo Global Logistics Ltd.	5.4%
Brick Brewing Co. Ltd.	5.4%
Pure Technologies Ltd.	5.0%

At December 31, 2016:

Stantec Inc.	6.5%
Echo Global Logistics Ltd.	6.4%
Enghouse Systems Ltd.	5.6%
Pure Technologies Ltd.	5.5%
Macdonald Dettwiler & Associates Ltd.	5.4%

As at period end, had the respective benchmark of the Fund increased or decreased by 5%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased as follows:

Index	Jun. 30, 2017		Dec. 31, 2016	
	5% Increase	5% Decrease	5% Increase	5% Decrease
TSX Small-Cap Index	3,296,541	(3,296,541)	2,938,213	(2,938,213)
Russell 2000 Index	581,742	(581,742)	518,508	(518,508)
	\$ 3,878,283	\$ (3,878,283)	\$ 3,456,721	\$ (3,456,721)

In practice, actual results may differ from this sensitivity analysis and these differences could be material.

STEADYHAND SMALL-CAP EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2017 and December 31, 2016

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 11.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

All fair value measurements below are recurring.

Jun. 30, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 77,565,662	\$ -	\$ -	\$ 77,565,662

Dec.31, 2016	Level 1	Level 2	Level 3	Total
Investments	\$ 69,134,430	\$ -	\$ -	\$ 69,134,430

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2017 and December 31, 2016.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

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STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

1. Reporting entity:

The Steadyhand Investment Funds include the following:

Name of the Fund	Date of inception
Steadyhand Savings Fund	January 22, 2007
Steadyhand Income Fund	January 22, 2007
Steadyhand Founders Fund	January 2, 2012
Steadyhand Equity Fund	January 22, 2007
Steadyhand Global Equity Fund	January 22, 2007
Steadyhand Small-Cap Equity Fund	January 22, 2007

Each of the Steadyhand Investment Funds (the "Funds") is an open-end unit trust created under the laws of the Province of British Columbia pursuant to a Declaration of Trust dated January 2, 2007, as amended, by RBC Investor Services Trust (the "Trustee"), who acts as Trustee and Steadyhand Investment Management Ltd. (the "Manager"), who acts as Manager of the Funds. The Manager is registered as an investment fund manager with the British Columbia Securities Commission. The administration of the Funds is delegated to RBC Investor Services (the "Administrator").

The Funds are unit trusts domiciled in Canada. The address of the Funds' registered office is at 1747 West 3rd Avenue, Vancouver B.C., V6J 1K7.

2. Basis of preparation:

(a) Statement of compliance:

The financial statements of the Funds have been prepared in compliance with International Financial Reporting Standards ("IFRS") including IAS 34 *Interim Financial Reporting* as required by National Instrument 52-107 Section 3.2(1)(b)(ii). The Funds previously prepared financial statements in accordance with Canadian Generally Accepted Accounting Principles ("Canadian GAAP"). Details of transition from Canadian GAAP to IFRS are provided in note 13. The financial statements were authorized for issue by the Manager on August 24, 2017.

(b) Basis of measurement:

The financial statements have been prepared on a historical cost basis except for investments and derivatives, which are measured at fair value.

(c) Functional and presentation currency:

These financial statements are presented in Canadian dollars, which are the Funds' functional currency.

(d) Use of estimates and judgment:

The preparation of financial statements in conformity with IFRS requires the Manager to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

2. Basis of preparation (continued):

(d) Use of estimates and judgment (continued):

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future period affected.

3. Significant accounting policies:

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Financial instruments:

(i) Recognition and measurement:

Financial instruments are required to be classified into one of the following categories: held-for-trading, fair value through profit or loss ("FVTPL"), available-for-sale, loans and receivables, assets held-to-maturity, and other financial liabilities. All financial instruments are measured at fair value on initial recognition. Measurement in subsequent periods depends on the classification of the financial instrument. Transaction costs are included in the initial carrying amount of financial instruments except for financial instruments classified as held-for-trading or fair value through profit or loss in which case transaction costs are expensed as incurred.

Financial assets and financial liabilities held for trading or at fair value through profit or loss are recognized initially on the trade date, which is the date on which the Funds become a party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognized on the date on which they are originated. The Funds derecognize a financial liability when its contractual obligations are discharged, cancelled or expire.

Financial assets and liabilities are offset and the net amount presented in the statement of net assets only when the Funds have a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

The Funds have not classified any of its financial instruments as available-for-sale or assets held to maturity.

The fair value of financial assets and liabilities that are not traded in an active market, including derivative instruments, is determined using valuation techniques. Valuation techniques also include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and others commonly used by market participants and which make the maximum use of observable inputs. Should the value of the financial asset or liability, in the opinion of the Manager, be inaccurate, unreliable or not readily available, the fair value is estimated on the basis of the most recently reported information of a similar financial asset or liability.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

3. Significant accounting policies (continued):

(a) Financial instruments (continued):

(ii) Held-for-trading and fair value through profit and loss:

Financial instruments classified as held-for-trading or FVTPL are subsequently measured at fair value at each reporting period with changes in fair value recognized in the statement of comprehensive income in the period in which they occur. The Funds' derivative financial assets and derivative financial liabilities are classified as held-for-trading. The Funds' investments in securities are designated as FVTPL.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and marketable securities) are based on quoted market prices at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. The Funds' policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

(iii) Loans and receivables:

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognized initially at fair value plus any directly attributable transaction costs. Subsequent measurement of loans and receivables is at amortized cost using the effective interest method, less any impairment losses. Interest income is recognized by applying the effective interest rate. The Funds classify cash, subscriptions receivable, balances due from brokers, and interest and dividends receivable, as loans and receivables.

The effective interest method is a method of calculating the amortized cost of a financial asset or liability and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that discounts estimated future cash payments through the expected life of the financial asset or liability, or where appropriate, a shorter period.

(iv) Other financial liabilities:

Other financial liabilities are initially measured at fair value, net of transaction costs, and are subsequently measured at amortized cost using the effective interest method. The Fund's other financial liabilities are comprised of redemptions payable, balances due to brokers, management fees payable, due to manager, and distributions payable.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

3. Significant accounting policies (continued):

(b) Redeemable units:

The Funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. The redeemable units, which are classified as financial liabilities and measured at redemption amount, provide investors with the right to require redemption, subject to available liquidity, for cash at a unit price based on the Funds' valuation policies at each redemption date. Distributions to holders of redeemable units are recognized in comprehensive income when they are authorized and no longer at the discretion of the Manager.

(c) Increase (decrease) in net assets attributable to holders of redeemable units per unit

The increase (decrease) in net assets attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units by the weighted average number of units outstanding during the year.

(d) Foreign exchange:

The financial statements of the Funds are denominated in Canadian dollars. Foreign denominated investments and other foreign denominated assets and liabilities are translated into Canadian dollars using the exchange rates prevailing on each valuation date. Purchases and sales of investments, as well as income and expense transactions denominated in foreign currencies, are translated using exchange rates prevailing on the date of the transaction. Foreign currency gains and losses are recognized in the statement of comprehensive income.

(e) Income recognition:

Interest income is recognized on an accrual basis using the effective interest method. Dividend income is recognized on the date that the right to receive payment is established, which for quoted equity securities is usually the ex-dividend date. Portfolio transactions are recorded on the trade date. Realized gains and losses arising from the sale of investments are determined on the average cost basis of the respective investments. Income and capital gains distributions from pooled funds are recorded at the distribution date and maintain the same classification. Capital gains distributions received are considered and capital gains earned by the Fund. Income distributions received are treated consistently with dividends and interest and recorded in the Statement of Comprehensive Income.

(f) Income taxes:

The Funds qualify as unit trusts under the Income Tax Act (Canada). All of the Funds' net income for tax purposes and net capital gains realized in any period are required to be distributed to unitholders such that no income tax is payable by the Funds. As a result, the Funds do not record income taxes.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

3. Significant accounting policies (continued):

(g) New standards and interpretations not yet adopted:

A number of new standards, amendments to standards and interpretations are not yet effective for the periods ended June 30, 2017 and December 31, 2016, and have not been applied in preparing these financial statements. None of these will have a significant effect on the financial statement of the Funds, with the possible exception of IFRS 9, *Financial Instruments*.

The IFRS 9 deals with recognition, derecognition, classification and measurement of financial statements and its requirements and represent a significant change from the existing requirements in IAS 39, *Financial Instruments: Recognition and Measurement*, in respect of financial assets. The standard contains two primary measurement categories for financial assets: amortized cost and fair value. A financial asset would be measured at amortized cost if it is held within a business model whose objective is to hold assets in order to collect contractual cash flows, and the asset's contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. All other financial assets would be measured at fair value. The standard eliminates the existing IAS 39 categories of held-to-maturity, available-for-sale and loans and receivables.

The standard is effective for fiscal years beginning January 1, 2018, but early adoption is permitted. The Funds' Manager is currently in the process of evaluating the potential effect of this standard. The standard is not expected to have a significant impact on the financial statements since the Funds' financial assets are currently measured at fair value or amortized cost.

4. Related party transactions:

Management fees:

Under the investment management agreement, the Manager receives a management fee based on the net asset value attributable to holders of Series A redeemable units on each valuation day at the following annualized rates:

Fund name	Management fee
Steadyhand Savings Fund	0.65%
Steadyhand Income Fund	1.04%
Steadyhand Founders Fund	1.34%
Steadyhand Equity Fund	1.42%
Steadyhand Global Equity Fund	1.78%
Steadyhand Small-Cap Equity Fund	1.78%

Management fees for Series O redeemable units are paid outside the funds directly to the Manager.

Management fee reductions are offered to all investors in the Funds based on the size of the account and tenure as an investor in the Funds. The fee reductions are paid in the form of special distributions at the Manager's discretion and the fee rebate program may be revised or cancelled at any time.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

4. Related party transactions (continued):

Operating expenses:

The Manager is responsible for paying all of the Funds' operating expenses, including Independent Review Committee ("IRC") fees. Such IRC fees have been absorbed by the Manager as reflected in each Fund's statement of comprehensive income.

The Manager may absorb all or a portion of the Funds' obligations, where the aggregate expenses exceed a certain percentage of the average daily net asset value of each Fund. This absorption of expenses may be terminated at any time by the Manager.

Unit holdings:

Directors, officers and affiliates of the Manager own Series A redeemable units of the Funds. As at June 30, 2017 and December 31, 2016, the following Series A redeemable units were held by directors, officers and other affiliates of the Manager:

Fund name	Jun. 30, 2017	Dec. 31, 2016
Steadyhand Savings Fund	262,255	153,497
Steadyhand Income Fund	251,999	249,247
Steadyhand Founders Fund	290,500	250,506
Steadyhand Equity Fund	239,576	249,736
Steadyhand Global Equity Fund	346,598	319,421
Steadyhand Small-Cap Equity Fund	123,406	103,113

At June 30, 2017, no Series O redeemable units (Dec 31, 2016 - no Series O redeemable units) were held directors, officers and other affiliates of the Manager.

The Founders Fund holds Series O redeemable units in all five of the other Steadyhand Funds. Refer to the Founders Fund Schedule of Investment Portfolio for a description of its holdings in other Steadyhand Funds.

5. Redeemable units:

The Funds are authorized to issue an unlimited number of redeemable units in an unlimited number of distinct series. The Funds, except the Steadyhand Founders Fund, currently offer two series of units, Series A and Series O. The Steadyhand Founders Fund offers only Series A redeemable units.

Series A redeemable units are available to all investors who invest the minimum amount as specified by the Manager.

Series O redeemable units are only available to large private or institutional investors.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

5. Redeemable units (continued):

The redeemable unit transactions for the Funds during the six months ended June 30, 2017 and December 31, 2016 are as follows:

Jun. 30, 2017	Outstanding redeemable units, beginning of period	Redeemable units issued	Redeemable units issued on reinvestment of distributors	Redeemable units redeemed	Outstanding redeemable units end of period
Steadyhand Savings Fund					
Series A	1,918,884	1,417,812	5,890	(1,260,435)	2,082,151
Series O	4,698,041	969,000	18,148	(30,000)	5,655,189
Steadyhand Income Fund					
Series A	8,797,623	642,676	43,710	(524,730)	8,959,279
Series O	8,200,609	2,142,723	39,113	-	10,382,445
Steadyhand Founders Fund					
Series A	23,751,071	3,471,921	121,787	(819,902)	26,524,877
Steadyhand Equity Fund					
Series A	5,399,382	577,648	8,893	(466,695)	5,519,228
Series O	4,216,725	44,713	-	(182,131)	4,079,307
Steadyhand Global Equity Fund					
Series A	6,813,667	630,595	15,892	(279,071)	7,181,083
Series O	7,113,781	60,297	-	(499,876)	6,674,202
Steadyhand Small-Cap Equity Fund					
Series A	3,306,366	327,880	7,068	(214,314)	3,427,000
Series O	1,597,733	360,248	-	-	1,957,981
Dec. 31, 2016	Outstanding redeemable units, beginning of period	Redeemable units issued	Redeemable units issued on reinvestment of distributors	Redeemable units redeemed	Outstanding redeemable units end of period
Steadyhand Savings Fund					
Series A	1,959,106	1,671,574	11,325	(1,723,121)	1,918,884
Series O	2,972,917	4,240,000	25,124	(2,540,000)	4,698,041
Steadyhand Income Fund					
Series A	8,507,316	896,492	385,612	(991,797)	8,797,623
Series O	7,292,039	553,073	355,497	-	8,200,039
Steadyhand Founders Fund					
Series A	19,863,499	4,750,059	634,860	(1,497,347)	23,751,071
Steadyhand Equity Fund					
Series A	4,699,218	1,096,748	88,011	(484,595)	5,399,382
Series O	4,029,329	1,141,747	101,069	(1,055,420)	4,216,725
Steadyhand Global Equity Fund					
Series A	6,373,694	700,937	338,423	(599,387)	6,813,667
Series O	5,501,023	1,674,504	439,168	(500,914)	7,113,781
Steadyhand Small-Cap Equity Fund					
Series A	3,204,714	437,715	46,514	(382,577)	3,306,366
Series O	1,307,947	397,887	34,192	(142,293)	1,597,733

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

6. Net gain (loss) from financial instruments at fair value through profit or loss:

The Steadyhand Income Fund is the only Steadyhand Fund that holds derivative instruments classified as held-for-trading. Net gain (loss) from the Steadyhand Income Fund's investments and derivatives as reflected in the Fund's statement of comprehensive income is set out below.

	Jun. 30, 2017	Jun.30, 2016
Net gain (loss) from financial instruments held for trading:		
Derivative financial instruments	\$ (208,730)	\$ 171,488
Net gain from financial assets designated as at fair value through profit or loss:		
Investments	1,847,164	8,157,882
	\$ 1,648,434	\$ 8,329,370
Net gain from financial instruments at fair value through profit or loss:		
Realized	\$ 1,035,001	\$ 285,641
Unrealized	603,433	8,043,729
	\$ 1,648,434	\$ 8,329,370

7. Withholding tax and other income taxes:

Certain dividend and interest income received by the Funds are subject to withholding tax imposed in the country of origin. During the period, the average withholding tax rate for the Funds with foreign taxes withheld were:

Fund name	Jun. 30, 2017	Dec. 31, 2016
Steadyhand Equity Fund	19.6%	15.3%
Steadyhand Global Equity Fund	16.1%	12.8%

As at June 30, 2017 and December 31, 2016, the Funds had no capital or non-capital losses available for utilization against net realized capital gains or non-capital gains in future years.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

8. Transaction costs and soft dollars:

The Manager may select brokers who charge commission in “soft dollars” if they determine in good faith that the commission is reasonable in relation to the order execution and research services utilized. Brokerage commissions and transaction costs on portfolio transactions for the six months ended June 30 include the following:

Fund name	2017	2016
Steadyhand Income Fund	\$ 23,498	\$ 23,295
Steadyhand Equity Fund	6,235	11,499
Steadyhand Global Equity Fund	69,106	82,827
Steadyhand Small-Cap Equity Fund	58,573	35,369

Included in the above transaction costs are soft dollar commissions as follows:

Fund name	2017	2016
Steadyhand Income Fund	\$ 6,339	\$ 3,183
Steadyhand Global Equity Fund	7,292	3,776

Soft dollars represent a means of paying for products or services provided by brokerage firms (e.g., research reports) in exchange for directing transactions (e.g., trade execution) to the brokerage. Mutual fund managers may use soft dollars allocated by brokerages to pay for a portion of the total commissions owed to the brokerage.

9. Capital management:

The redeemable units issued by the Funds represent the capital of the Funds. The Funds are not subject to any internally or externally imposed restrictions on its capital. The Funds’ objectives in managing the redeemable units are to ensure a stable base to maximize returns to all investors, and to manage liquidity risk arising from redemptions.

10. Financial risk management:

The following is a general discussion of the financial risks to which the Funds are exposed. Refer to the Discussion of Financial Instruments and Risk Management following each Fund’s financial statements for information specific to the respective Fund.

(a) Risk management framework:

The Funds’ investment portfolio comprises of listed equity and debt securities, derivative financial forward contracts and derivative foreign currency futures contract, and investments in unlisted investment funds.

The Manager has been given discretionary authority to manage the assets in line with the Fund’s investment objectives. Compliance with the target asset allocations and the composition of the portfolio are monitored by the Manager on a quarterly basis. In instances where the portfolio has diverged from target asset allocations, the Manager is obliged to take actions to rebalance the portfolio in line with the established targets, within prescribed time limits.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

10. Financial risk management (continued):

(b) Credit risk:

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Funds, resulting in a financial loss to the Funds. It arises principally from debt securities held, and also from derivative assets, cash, and other receivables due to the Funds. The carrying value of these financial instruments as recorded in the statements of financial position reflects the Funds' maximum exposure to credit risk.

The Funds limits their exposure to credit loss by placing their cash and fixed income securities in instruments with high credit quality. To maximize the credit quality of its investments, the Funds' managers perform ongoing credit evaluations based upon factors surrounding the credit risk of customers, counterparties, historical trends and other information.

The Funds invest in financial assets, which have an investment grade as rated primarily by Dominion Bond Rating Services, Standard & Poor's, and Moody's.

All transactions in listed securities are settled upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

(c) Liquidity risk:

Liquidity risk is the risk that the Funds will encounter difficulty in meeting the obligations associated with their financial liabilities that are settled by delivering cash or another financial asset.

The Funds' policy and the Manager's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, including estimated redemptions of units, without incurring unacceptable losses or risking damage to the Funds' reputation. Liquidity risk is managed by investing the majority of the Funds' assets in investments that are traded in an active market and can be readily disposed.

(d) Market risk:

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates and equity prices will affect the Fund's income or the fair value of its holdings of financial instruments.

(i) Interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of financial instruments will fluctuate as a result of changes in market interest rates. To manage interest rate risk, the Funds aim to maintain weighted-average days to maturity, or contractual re-pricing dates if that is earlier, for debt securities of less than 91 days.

The internal procedures require the Manager to manage interest rate risk on a daily basis in accordance with the policies and procedures in place. If the interest rate risk is not in accordance with the investment policy or guidelines of the Funds, then the Manager is required to rebalance the portfolio within 30 days of each determination of such occurrence.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

10. Financial risk management (continued):

(d) Market risk (continued):

(ii) Currency risk:

Currency risk is the risk that the value of financial instruments denominated in currencies other than the functional currency of the Funds will fluctuate due to changes in foreign exchange rates.

While changes in foreign exchange rates can lead to fluctuations in the values of the Fund's underlying holdings reported in Canadian dollars, the Manager believes that exposure to foreign currencies provides an additional source of diversification for the Funds. Exposure to any individual foreign currency, however, is limited to 50% of the Funds' net assets.

The Funds' currency risk is managed on a quarterly basis by the Manager in accordance with the policies and procedures in place.

(iii) Other price risk:

Other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment or its issuer or factors affecting all instruments traded in the market.

Price risk is moderated by the Manager through a careful selection of securities within specified limits and the Funds' price risk is managed through diversification of the respective Fund. The Investment Manager monitors the Funds' overall market positions on a daily basis and positions are maintained within established ranges.

11. Fair value of financial instruments:

(a) Valuation models:

The fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Funds determines fair values using other valuation techniques.

For financial instruments that trade infrequently and have little price transparency, fair value is less objective, and requires varying degrees of judgment depending on liquidity, concentration, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

The Funds measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1: inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2: inputs other than quoted prices included within Level 1 that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3: inputs that are unobservable.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

11. Fair value of financial instruments (continued):

(a) Valuation models (continued):

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

The Funds use widely recognized valuation models for determining the fair value of common and more simple financial instruments such as money market instruments, futures and forward contracts that use only observable market data and require little management judgment and estimation. Observable prices and model inputs are usually available in the market for listed debt and equity securities, money market instruments and exchange-traded derivatives, such as futures and OTC derivatives such as forward contracts. In certain circumstances, the Funds may need to apply these observable market inputs to determine fair value for some money market instruments through the use of present value and discounted cash flow techniques. The availability of observable market prices and model inputs reduces the need for management judgment and estimation and reduces the uncertainty associated with the determination of fair values.

For more complex instruments, the Funds use proprietary valuation models, which are usually developed from recognized valuation models. Some or all of the significant inputs into these models may not be observable in the market, and are derived from market prices or rates or are estimated based on assumptions. Valuation models that employ significant unobservable inputs require a higher degree of management judgment and estimation in the determination of fair value.

Refer to the Discussion of Financial Instruments and Risk Management following each Fund's respective financial statements for further discussion of the respective Fund's fair value measurements.

(b) Financial instruments not measured at fair value:

The carrying value of cash, balances due from brokers, subscriptions receivable, interest and dividends receivable, balances due to brokers, redemptions payable, management fees payable, due to Manager, and distributions payable, approximates their fair value given their short-term nature. The carrying amount of the Funds' net assets attributable to redeemable units also approximates fair value as they are measured at the redemption amount. These financial instruments are classified as Level 2 in the fair value hierarchy because while prices are available, there is no active market for these instruments.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

12. Involvement with unstructured entities:

The tables below describe the types of structured entities that the Founder's and Income Fund do not consolidate but in which they hold an interest. None of the other funds hold an interest in unstructured entities.

Entity	Nature and purpose	Interest held by the Founders Fund
Investment Funds	To manage assets on behalf of third party investors and generate fees for the investment manager. These vehicles are financed through the issue of units to investors.	Investment in units issued by the Funds.

Founders Fund:

The table below sets out interests held by the Founders Fund in unconsolidated structured entities. The maximum exposure to loss is the carrying amount of the investment in the underlying funds held.

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
June 30, 2017			
Funds administered by the manager	5	\$ 686,049,884	\$ 348,975,908

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
December 31, 2016			
Funds administered by the manager	5	\$ 559,345,568	\$ 271,679,616

During 2017 and 2016, the Fund did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support. The Funds can redeem their units in the above investment funds at any time, subject to their being sufficient liquidity in the underlying funds.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2017 and December 31, 2016

Income Fund:

The table below sets out interests held by the Income Fund in unconsolidated structured entities. The maximum exposure to loss in the carrying amount of the investment in the underlying funds held.

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
June 30, 2017			
Funds administered by third-party Managers	1	\$ 96 602 980	\$ 4,344,399

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
December 31, 2016			
Funds administered by third-party Managers	1	\$ 100,137,178	\$ 9,305,050

During 2017 and 2016, the Fund did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support. The Funds can redeem their units in the above investment funds at any time, subject to their being sufficient liquidity in the underlying funds.