Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Savings Fund

June 30, 2018

Steadyhand **Savings Fund**

Semi-annual Management Report of Fund Performance (June 30, 2018)

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

Unitholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management Discussion of Fund Performance

Investment Objective and Strategies

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

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

Risks

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

Results of Operations

Over the year, the Fund's net assets increased to $86.7 million as of June 30, 2018, from $94.5 million at the end of 2017. This increase was attributable to net subscriptions of $7.8 million.

The Fund produced a return of 0.7% for the six months ended June 30, 2018. Over the same period, the FTSE TMX Canada 91 Day T-Bill Index gained 0.6%. The Fund's return is net of fees, whereas the return of the index does not include any costs or fees.

Even though central bank policy rates in both Canada and the U.S. were raised in the first quarter, each central bank had a very different assessment of the current conditions. The Bank of Canada said it will take time to assess developments in international trade talks and the spring housing market. Meanwhile, the U.S. Federal Reserve (Fed) laid out a projection calling for higher interest rates as inflation and growth accelerated. The Bank of Canada kept its key lending rate unchanged in the second quarter, although it remained on a tightening path given the economy's output gap is nearly closed. The Fed raised its policy rate by an additional 0.25% (25 basis points) in June.

The portfolio outperformed the index over the reporting period. During the first quarter, there was a positive contribution from higher yielding corporate paper, while the exposure to more modest yielding bank paper was reduced in favour of some new issuers who were back in the market, offering higher yield. The Fund also extended duration slightly from previous quarters, as rate hike expectations in Canada receded.

The term to maturity was held close to the benchmark through the second quarter. Softer Canadian economic data pushed out expectations for the Bank of Canada rate hikes into the second half of the year.

On the credit front, the portfolio adviser, Connor, Clark & Lunn Investment Management, added to bankers' acceptance exposures for a modest yield pickup. Provincial exposures were maintained in the portfolio as yields advanced. These securities (provincial T-Bills and promissory notes) outperformed Government of Canada T-Bills and added value for the Fund.

Corporate notes made up the balance of the Fund (70% at the end of June), reflecting the adviser's preference for credit. Within the government sector (30%), CC&L favoured provincial over federal instruments throughout the reporting period.

The Fund's pre-fee yield increased over the reporting period. It ended June at 1.6%, which was 0.3% higher than where it stood at the end of 2017 (1.3%).

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

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

Recent Developments

The year started with an upbeat tone due to strong global economic data and a boost to sentiment from the U.S. tax reform. Inflation was picking up on the margin, and the Bank of Canada and U.S. Federal Reserve both hiked rates during the first quarter, as their respective economies continued to grow. As interest rates across most developed nations began to surge early in the quarter, led by the U.S., risk asset volatility picked up materially after a long period of unusual calm. Equity and credit markets both remained sensitive to signs of more aggressive tightening, as well as potentially disruptive policies surrounding international trade. In this uncertain environment, equity markets entered correction territory.

As the second quarter began, global economic growth remained steady although de-synchronization became more evident. The most notable development was the threat to international trade with tariffs starting to be implemented on certain goods. Canadian economic activity continued to muddle along, amid weak consumer spending, high consumer debt levels and growing international trade risks.

Looking ahead, the adviser believes global economic growth fundamentals will remain positive. In the U.S., tighter monetary policy is being implemented but at a relatively slow pace and the benefits to consumers and businesses from the recent tax cuts should persist. The risk of a recession is still modest and unlikely to occur for some time.

The Bank of Canada is expected to maintain a slower pace of tightening than the Fed, held back by a number of Canada-specific factors including elevated household debt levels and the downside risk emanating from trade tariffs and protectionist measures.

CC&L feels the rise in oil prices should support improvements in sentiment in the energy sector and corporate earnings are generally expected to remain strong and in line with the rise in nominal GDP. Indeed, both consumer and business confidence remain at elevated levels.

Market volatility will likely remain elevated through the second half of the year. The adviser will continue to look for higher-quality and liquid securities that provide attractive yields.

Corporate notes comprised roughly 70% of the Fund throughout the reporting period. Included in these holdings are floating rate notes (FRN) issued by Bank of Nova Scotia, CIBC, BMW Canada, and Toyota Credit Canada, among others. These securities have helped boost the Fund's yield without exposing it to undue risk.

The Fund's investments in Treasury Bills remain focused on provincial, rather than federal T-Bills, based on their attractive relative yield spreads.

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

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

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the Manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 0.65%. The 'One Simple Fee' was temporarily reduced from 0.65% to 0.20%. The amount of this waiver is determined by us, in our discretion, and the full fees may be restored by us at any time. This fee is calculated daily and paid monthly based on the net asset value of units of the Fund. For the six months ended June 30, 2018, the Fund paid gross fees of $27,852 to the Manager and distributed $7,568 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

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

- applicable taxes including GST/HST.

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

As at June 30, 2018 Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 239,182 Series A units, or 8.3% of the total Series A Fund units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units and pays no management fees.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance since the date of inception. This information is derived from the Fund's semi-annual unaudited and annual audited financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net Assets, beginning of period [1,3,9]	**$10.00**	**$10.00**	**$10.00**	**$10.00**	**$10.00**
Increase (decrease) from operations:					
Total revenue	0.08	0.14	0.11	0.11	0.11
Total expenses (excluding distributions)	(0.01)	(0.01)	(0.03)	(0.03)	(0.01)
Realized gains (losses) for the period	-	-	-	-	-
Unrealized gains (losses) for the period	-	-	-	-	-
Total increase from operations [1]	**0.07**	**0.13**	**0.08**	**0.08**	**0.10**
Distributions :					
From investment income (excluding dividends)	(0.07)	(0.08)	(0.07)	(0.08)	(0.10)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**(0.07)**	**(0.08)**	**(0.07)**	**(0.08)**	**(0.10)**
Net Assets, end of period	**$10.00**	**$10.00**	**$10.00**	**$10.00**	**$10.00**

Series A - Ratios and Supplemental Data	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net asset value (000's) [4]	$28,763	$30,120	$19,189	$19,591	$15,512
Number of units outstanding [4]	2,876,285	3,012,013	1,918,884	1,959,106	1,551,221
Management expense ratio [5]	0.20%	0.20%	0.20%	0.20%	0.20%
Management expense ratio before waivers or absorptions	0.21%	0.21%	0.21%	0.21%	0.23%
Portfolio turnover rate [6]	22.89	85.73	-	-	-
Trading expense ratio [7]	-	-	-	-	-
Transactional net asset value per unit [8]	$10.00	$10.00	$10.00	$10.00	$10.00

Series O – Net Assets Per Unit	*Jun. 30 2018*	*Dec. 31 2017*	*Dec. 31 2016*	*Dec. 31 2015*	*Dec. 31 2014*
Net Assets, beginning of period [1,3,9]	**$10.00**	**$10.00**	**$10.00**	**$10.00**	**$10.00**
Increase (decrease) from operations:					
Total revenue	0.07	0.18	0.08	0.09	0.12
Total expenses (excluding distributions)	-	-	-	-	-
Realized gains (losses) for the period	-	-	-	-	-
Unrealized gains (losses) for the period	-	-	-	-	-
Total increase from operations [1]	**0.07**	**0.18**	**0.08**	**0.09**	**0.12**
Distributions :					
From investment income (excluding dividends)	(0.08)	(0.10)	(0.08)	(0.09)	(0.11)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**(0.08)**	**(0.10)**	**(0.08)**	**(0.09)**	**(0.11)**
Net Assets, end of period	**$10.00**	**$10.00**	**$10.00**	**$10.00**	**$10.00**

Series O - Ratios and Supplemental Data	*Jun. 30 2018*	*Dec. 31 2017*	*Dec. 31 2016*	*Dec. 31 2015*	*Dec. 31 2014*
Net asset value (000's) [4]	$57,935	$64,405	$46,980	$29,729	$26,502
Number of units outstanding [4]	5,793,506	6,440,467	4,698,041	2,972,917	2,650,221
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	-	-	0.01%	0.01%	0.02%
Portfolio turnover rate [6]	22.89	85.73	-	-	-
Trading expense ratio [7]	-	-	-	-	-
Transactional net asset value per unit [8]	$10.00	$10.00	$10.00	$10.00	$10.00

[1]Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

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

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

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

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

[6]The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

[7]The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

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

[9] The per share data is derived from the Fund's unaudited semi-annual financial statements at June 30 and the audited financial statements at December 31 prepared in accordance with International Financial Reporting Standards. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

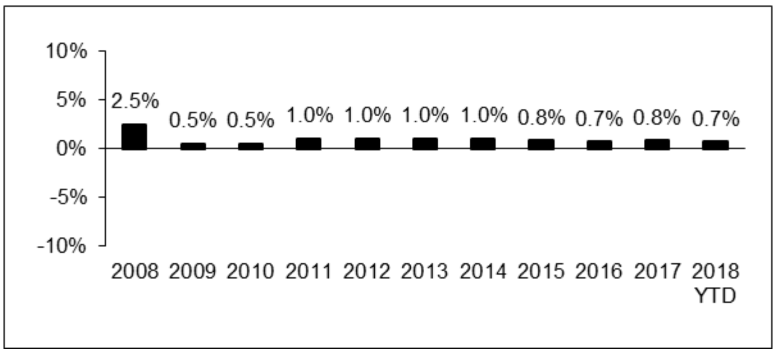
Past Performance

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

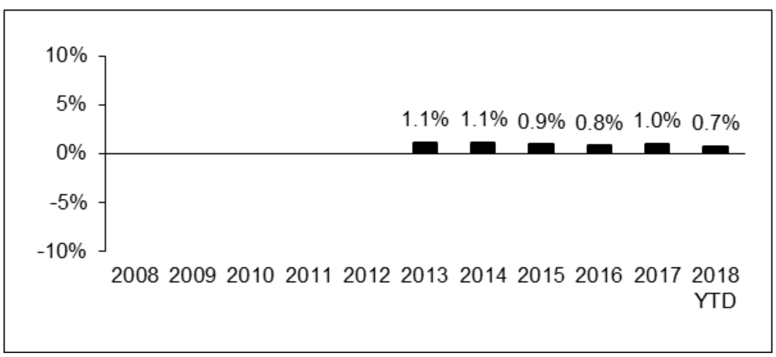
Year-by-Year Returns

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

Series A



Series O



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

Summary of Investment Portfolio as at June 30, 2018

Portfolio Allocation

	% of Net Assets
Corporate Notes	27.2%
Bankers Acceptances	26.4%
Provincial Promissory Notes	20.7%
Provincial Treasury Bills	9.5%
Bearer Deposit Notes	3.2%
	87.0%
Corporate Bonds	12.9%
	12.9%
Total Investments	99.9%
Cash, Short-term Notes & Other Assets	0.1%
Total	**100.0%**

Top 25 Holdings

	% of Net Assets
Bank of Montreal BA 1.649% 08 Aug 2018	7.2%
Province of Saskatchewan P/N 1.419% 20 Jul 2018	6.3%
Province of Alberta T-Bill 1.451% 30 Jul 2018	5.7%
Province of Newfoundland & Labrador P/N 1.478% 06 Sept 2018	5.5%
HSBC Bank of Canada BA 1.699% 24 Sept 2018	4.8%
Greater Toronto Airports Authority CP 1.700% 10 Sept 2018	4.4%
Hydro One Inc. C/P 1.679% 13 Sept 2018	3.9%
Royal Bank of Canada BA 1.641% 20 Sept 2018	3.7%
Province of Alberta P/N 1.478% 04 Sept 2018	3.4%
Honda Canada Finance Inc. C/P 1.649% 24 Sept 2018	3.4%
Suncor Energy Inc. C/P 1.728% 25 Sept 2018	3.4%
Enbridge Pipelines Inc. C/P 1.827% 18 Jul 2018	3.4%
Province of British Columbia P/N 1.420% 07 Aug 2018	3.2%
BMW Canada Inc. C/P 1.841% 06 Feb 2020	2.9%
Bank of Nova Scotia BA 1.649% 25 Sept 2018	2.9%
Daimler Canada Finance Inc. C/P 1.659% 24 Jul 2018	2.7%
Canadian Imperial Bank of Commerce BA 1.641% 30 Jul 2018	2.6%
Toyota Credit Canada Inc. C/P 2.046% 13 Oct 2020	2.3%
Bank of Nova Scotia FRN C/P 1.738% 22 Mar 2019	2.3%
Royal Bank of Canada BA 1.660% 04 Sept 2018	2.3%
Province of Saskatchewan PN 1.520% 17 Oct 2018	2.3%
Province of Ontario T-Bill 1.461% 26 Sept 2018	2.1%
Toronto-Dominion Bank BDN 1.840% 05 Nov 2018	2.0%
Bank of Nova Scotia FRN C/P 1.780% 12 Oct 2018	2.0%
Canadian Imperial Bank of Commerce BA 1.850% 09 Nov 2018	1.8%

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

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Income Fund

June 30, 2018

Steadyhand **Income Fund**

Semi-annual Management Report of Fund Performance (June 30, 2018)

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Unitholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management Discussion of Fund Performance

Investment Objective and Strategies

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

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

Risks

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

Results of Operations

Over the year, the Fund's net assets increased to $252.4 million as of June 30, 2018, from $245.8 million at the end of 2017. This increase of $6.6 million was attributable to net sales of $7.2 million, an increase in net assets from operations of $1.5 million less $2.1 million in distributions to unitholders.

The Fund gained 0.2% over the first half of the year. Over the same period, the FTSE TMX Canada Universe Bond Index rose 0.6%, while the S&P/TSX Capped Composite Index gained 1.9%.

While the Fund posted a positive return over the first half of the year, it lagged the benchmark. In the first quarter, the portfolio's yield curve positioning detracted from performance. The portfolio adviser, Connor, Clark & Lunn, was expecting the yield curve to steepen (whereby long-term rates rise more than short-term rates), but this did not play out. The Fund had a bias towards mid-term bonds (those with maturities between five to ten years), but longer-term bonds were the better performers. Its corporate bond holdings were modestly positive from a performance perspective. Provincial bond holdings performed well and security selection, which emphasized defensive sectors and benefited from a tightening in Enbridge spreads, was a positive.

Bonds made up 71% of the Fund at the beginning of the year, but their weight was increased to 76% by the end of June. This shift in asset mix detracted from performance, as stocks outperformed bonds over the period, particularly in the second quarter.

Volatility in risk asset markets returned in the first quarter following President Trump's new tariff announcements. High yield bond spreads widened through the quarter, leading to one of the most challenging quarters since the drop in energy prices in late 2015. The sector stabilized in the second quarter and the high yield component of the portfolio (2% of total assets) delivered a positive return. Investments were focused on higher quality and more liquid issuers. Over the reporting period, the high yield bond component delivered a positive return, but underperformed the rest of the portfolio.

The Fund's stock component started the year at 29% of assets, but was brought down to 24% by mid year. This part of the portfolio underperformed the broader Canadian market (S&P/TSX Composite Index). In the first quarter, the Fund's investments performed in line with the benchmark, which was down 4.5% on broad-based weakness (excluding the technology sector). The market rebounded in the second quarter, however, on the back of stronger commodity prices, notably oil, which rose 20%. Other cyclical sectors also posted solid gains. The portfolio underperformed as a result of its stock strategy, which is biased towards more stable, dividend-paying companies. The Fund has less exposure to energy and mining companies than the benchmark, and greater exposure to utilities and financial companies. These latter two sectors lagged their peers over the reporting period.

The portfolio's greatest sectors of focus on the stock side include financial services, energy, real estate, and industrial goods. The adviser's equity strategy is focused on companies that are growing their dividend (as opposed to high dividend payers), as well as businesses that will benefit from continued growth in capital expenditures and infrastructure spending. Notable contributors to performance over the first half of the year included Canadian Apartment Properties REIT, Suncor Energy and WSP Global. On the flip side, Manulife Financial, Brookfield Infrastructure Partners, and Bank of Nova Scotia were key detractors.

The portfolio adviser believes that higher stock market volatility experienced so far in 2018 reflects the fact that we are getting closer to the end of the cycle. CC&L continued to increase the Fund's exposure to companies with higher trading liquidity, more stable dividend profiles and lower volatility, and expects to continue tilting the portfolio in this direction as we approach the end of the cycle.

The overall asset mix of the Fund was modestly altered during the reporting period, as noted above (the bond weighting went up and the stock weighting came down). There were some changes within the composition of the bond component as well. Provincial bonds were increased from 34% of the portfolio to 37%, and Sovereign bonds (Government of Canada) were decreased from 14% to 11%.

The Fund's pre-fee yield at the end of June was 3.0%, unchanged from its yield at the end of 2017.

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

Recent Developments

2018 began on a strong note, with an upbeat tone that was fueled by solid economic data and positive expectations related to U.S. tax reform. However, after hovering at unusually low levels for the past year, stock market volatility around the world picked up in February after a surge in U.S. bond yields, sparked by a strong job report that elicited fears of rising inflation and more aggressive tightening by the Federal Reserve. Stocks were pressured across the globe, and the U.S. market (S&P 500 Index) officially entered correction territory (defined by a decline of 10%) following its sharp drop during the first few days of February. Investors also contended with signs of slowing global growth, as well as President Trump's protectionist threats and risks of retaliatory measures from the country's trading partners. Stocks bounced back in the second quarter, however, as investors shrugged off trade tensions, corporate earnings were strong, and economic growth was steady.

The bond market sold off in the first quarter, as investors were concerned about the potential inflationary impact of strong jobs data and tax reform in the U.S. The Federal Reserve and the Bank of Canada both raised their respective short-term lending rates. Credit spreads (the difference in yield between corporate and government bonds) widened in sympathy with weaker equity markets. In the second quarter, many central banks continued on their path of higher rates and/or liquidity withdrawal. The Federal Reserve raised interest rates in June, while the European Central Bank clarified the timeline for ending its asset purchases. The Bank of Canada maintained a cautious tone in response to softer consumer confidence and trade tensions with the U.S. Canadian interest rates finished the six-month period modestly higher.

The portfolio adviser (Connor, Clark & Lunn) continues to believe that economic growth around the world will remain positive. In the U.S., monetary stimulus is being withdrawn slowly, consumers and businesses should continue to benefit from the tax cut, and CC&L believes a recession is still some time away. Growth in the rest of the world appears to be slowing marginally, leading to desynchronization in economic activity.

CC&L expects corporate earnings to remain strong. While this should help credit spreads, the adviser believes typical late-cycle business capital expenditures coupled with increasing leverage are likely to weigh on corporate credit. As such, CC&L will maintain a defensive credit bias in the portfolio.

In a nutshell, the adviser feels that bonds are likely to remain under pressure given both the Federal Reserve and Bank of Canada are in the midst of tightening their respective monetary policies. The Fund's bond strategy is therefore cautious. Focus is on higher-quality securities that also have good liquidity (i.e., they can be easily bought and sold).

At the beginning of the year, one of CC&L's main investment themes for 2018 was the return of volatility after a prolonged period of calm in financial markets. This theme has effectively been playing out in both the equity and bond markets so far this year. The adviser expects volatility to remain elevated through the second half of the year, presenting interesting investment opportunities. As the business cycle becomes long in the tooth and economic growth gradually slows, investors should become increasingly sensitive to downside risks, particularly the threat of a global trade war.

That said, the adviser believes the backdrop for stocks remains constructive. Fiscal stimulus (tax cuts) and strong economic growth continue to drive earnings momentum, while at the same time, valuation multiples have compressed across equity markets. Canadian stocks are well positioned to benefit from a reflation theme. Over the period, the adviser increased the Fund's exposure to companies with stable dividend profiles and lower volatility (e.g. Metro, Maple Leaf Foods, Shaw Communications), and expects to continue tilting the equity portfolio of the portfolio in this direction as we approach the end of the cycle.

The Fund paid distributions totaling $0.09/unit over the first half of the year ($0.045/unit at the end of March and $0.045/unit at the end of June).

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

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the Manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.04%. The Fund paid the Manager $461,792 of its net assets as management fees and distributed $109,642 in management fee reductions for the six months ended June 30, 2018. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

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

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

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

As at June 30, 2018, Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 254,034 Series A units, or 3.1% of the total Fund Series A units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units and pays no management fees.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance since the date of inception. This information is derived from the Fund's unaudited semi-annual and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net Assets, beginning of period [1,3,9]	**$10.86**	**$10.79**	**$10.69**	**$11.12**	**$10.69**
Increase (decrease) from operations:					
Total revenue	0.16	0.31	0.34	0.37	0.36
Total expenses (excluding distributions)	(0.07)	(0.14)	(0.14)	(0.15)	(0.14)
Realized gains (losses) for the period	(0.04)	(0.02)	0.18	0.27	0.39
Unrealized gains (losses) for the period	(0.02)	0.19	0.24	(0.38)	0.43
Total increase from operations [1]	**0.03**	**0.34**	**0.62**	**0.11**	**1.04**
Distributions :					
From investment income (excluding dividends)	-	(0.22)	(0.25)	(0.28)	(0.26)
From dividends	-	(0.02)	(0.03)	(0.02)	(0.01)
From capital gains	-	-	(0.23)	(0.22)	(0.32)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.24)**	**(0.50)**	**(0.52)**	**(0.60)**
Net Assets, end of period	**$10.79**	**$10.86**	**$10.79**	**$10.69**	**$11.12**

Series A - Ratios and Supplemental Data	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net asset value (000's) [4]	$87,334	$91,949	$94,927	$90,920	$94,129
Number of units outstanding [4]	8,093,116	8,467,035	8,797,623	8,507,316	8,462,514
Management expense ratio [5]	1.04%	1.04%	1.04%	1.04%	1.04%
Management expense ratio before waivers or absorptions	1.04%	1.05%	1.04%	1.04%	1.04%
Portfolio turnover rate [6]	121.99%	242.00%	231.76%	177.41%	137.05%
Trading expense ratio [7]	0.01%	0.02%	0.03%	0.02%	0.02%
Transactional net asset value per unit [8]	$10.79	$10.86	$10.79	$10.69	$11.12

Series O – Net Assets Per Unit	*Jun. 30 2018*	*Dec. 31 2017*	*Dec. 31 2016*	*Dec. 31 2015*	*Dec. 31 2014*
Net Assets, beginning of period [1,3,9]	**$11.45**	**$11.27**	**$11.06**	**$11.41**	**$10.87**
Increase (decrease) from operations:					
Total revenue	0.17	0.33	0.36	0.39	0.36
Total expenses (excluding distributions)	-	-	-	-	-
Realized gains (losses) for the period	(0.04)	(0.02)	0.18	0.26	0.41
Unrealized gains (losses) for the period	(0.04)	0.15	0.20	(0.47)	0.35
Total increase from operations	**0.09**	**0.46**	**0.74**	**0.18**	**1.12**
Distributions :					
From investment income (excluding dividends)	-	(0.24)	(0.27)	(0.30)	(0.28)
From dividends	-	(0.04)	(0.03)	(0.03)	(0.02)
From capital gains	-	-	(0.24)	(0.23)	(0.33)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.28)**	**(0.54)**	**(0.56)**	**(0.63)**
Net Assets, end of period	**$11.44**	**$11.45**	**$11.27**	**$11.06**	**$11.41**

Series O - Ratios and Supplemental Data	*Jun. 30 2018*	*Dec. 31 2017*	*Dec. 31 2016*	*Dec. 31 2015*	*Dec. 31 2014*
Net asset value (000's) [4]	$165,071	$153,869	$92,407	$80,656	$71,708
Number of units outstanding [4]	14,432,867	13,44,221	8,200,609	7,292,039	6,282,427
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	-	-	0.01%	-	-
Portfolio turnover rate [6]	121.99%	242.00%	231.76%	177.41%	137.05%
Trading expense ratio [7]	0.01%	0.02%	0.03%	0.02%	0.02%
Transactional net asset value per unit [8]	$11.44	$11.45	$11.27	$11.06	$11.41

[1]Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.
[2]Distributions were paid in cash/reinvested in additional units of the Fund, or both.
[3]This information is derived from the Fund's unaudited semi-annual financial statements as at June 30 and audited annual financial statements as at December 31 for the period, and the net assets presented in the financial statements differs from the net asset value calculated for fund pricing purposes until January 1, 2013.
[4]The information is provided as at June 30 or December 31 of the period shown.
[5]Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net assets during the period.
[6]The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.
[7]The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.
[8] Prior to January 1, 2013, transactional net asset value per unit was used as the basis for financial statement accounting which based fair value on the bid price on the valuation date. After January 1, 2013, fair value is based on closing trade price for daily valuation as well as for regulatory financial reporting purposes, so Net Asset Value Per Unit has been reported for all periods after this date.
[9] The per share data is derived from the Fund's unaudited semi-annual financial statements at June 30 and audited annual financial statements at December 31 prepared in accordance with International Financial Reporting Standards. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

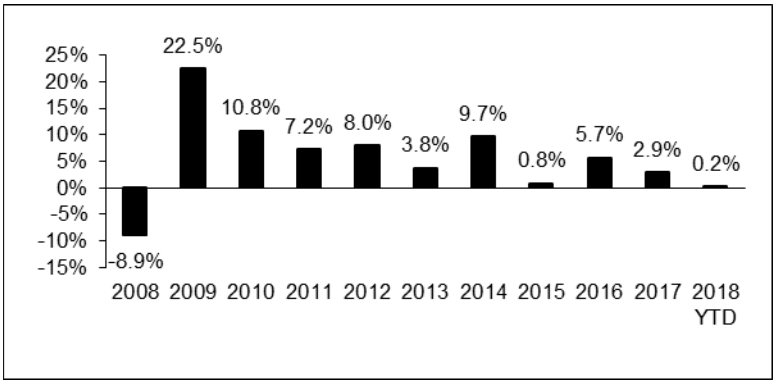
Past Performance

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

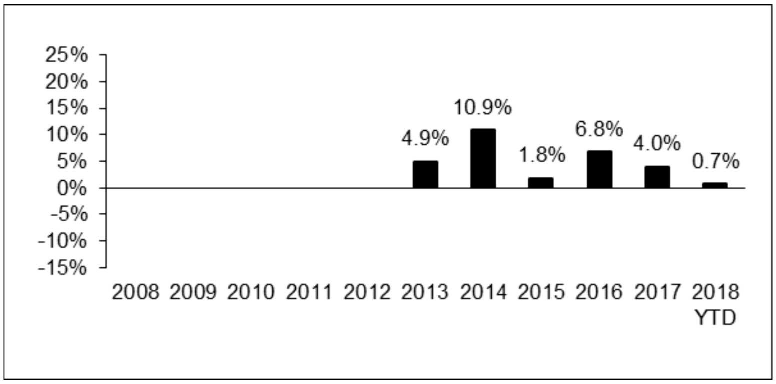
Year-by-Year Returns

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

Series A



Series O



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

Summary of Investment Portfolio as at June 30, 2018

Portfolio Allocation

Bonds	% of Net Assets
Federal Bonds	9.6%
Provincial Bonds	36.5%
Corporate Bonds	19.8%
U.S. Bonds	1.1%
	67.0%
Equities	
Financial Services	7.0%
Real Estate	5.1%
Oil & Gas	3.3%
Utilities & Pipelines	2.2%
Industrial Goods & Services	2.1%
Communication & Media	1.8%
Consumer Products	1.0%
Retailing	0.9%
Consumer Cyclical	0.6%
Basic Materials	0.3%
Technology	0.2%
	24.6%
Pooled Investment Funds	2.0%
Cash, Short-Term Notes & Other Assets	6.4%
Total	100.0%

Top 25 Holdings	% of Net Assets
Province of Ontario 2.850% 02 Jun 2023	8.0%
Province of Quebec 3.000% 01 Sept 2023	7.0%
Province of Ontario 3.500% 02 Jun 2024	3.1%
Province of Quebec 3.500% 01 Dec 2048	2.8%
Government of Canada 2.000% 01 Sept 2023	2.7%
Government of Canada 5.000% 01 Jun 2037	2.7%
Province of Ontario 2.600% 02 Jun 2025	2.3%
Toronto-Dominion Bank	2.1%
CC&L High Yield Bond Fund Series I	2.0%
Royal Bank of Canada	1.9%
Bank of Montreal CP 1.610% 28 Oct 2021	1.8%
Bank of Montreal CP 1.880% 31 Mar 2021	1.8%
Bank of Montreal CP 3.400% 23 Apr 2021	1.5%
Canadian Apartment Properties REIT	1.4%
Bank of Nova Scotia BA 1.622% 18 Sept 2018	1.4%
Province of Saskatchewan 3.300% 02 Jun 2048	1.3%
Bank of Nova Scotia	1.3%
Bank of Nova Scotia BA 1.651% 11 Sept 2018	1.3%
Allied Properties REIT	1.2%
United States Treasury Note 3.125% 15 May 2048	1.1%
Province of Alberta 2.550% 15 Dec 2022	1.1%
Canadian National Railway Co.	1.0%
Chartwell Retirement Residences	1.0%
Government of Canada 4.000% 01 Jun 2041	1.0%
Royal Bank of Canada CP 1.586% 19 Oct 2018	0.9%

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

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Founders Fund

June 30, 2018

Steadyhand **Founders Fund**

Semi-annual Management Report of Fund Performance (June 30, 2018)

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

Unitholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management Discussion of Fund Performance

Investment Objective and Strategies

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

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

Risks

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

Results of Operations

The Fund's net assets stood at $434.8 million as at June 30, 2018, an increase of $35.2 million from $399.6 million as of December 31, 2017. This increase was attributable to net sales of $31.6 million and an increase in net assets from operations of $7.1 million less $3.5 million in distributions to unitholders.

The Fund gained 1.5% over the first half of the year. Over the same period, the Canadian bond market (FTSE TMX Canada Universe Bond Index) gained 0.6%, the Canadian stock market (S&P/TSX Composite Index) rose 1.9%, and the global stock market (Morningstar Developed Markets Index) gained 5.6% in Canadian dollar terms. The Fund has a long-term target asset mix of 60% stocks (30% Canadian; 30% foreign) and 40% fixed income. The Fund modestly underperformed a benchmark comprised of its long-term target asset mix.

To date, 2018 has been a positive year for bond investors, although returns have been modest. The Fund's bond component provided a positive return, with its provincial bond investments adding the most value.

Emphasis in the bond portion of the portfolio (through the Steadyhand Income Fund) remained on provincial bonds and corporate bonds during the reporting period. That said, the portfolio adviser for the Steadyhand Income Fund, Connor, Clark & Lunn, took some profits in provincial bonds.

The Fund's bond strategy continues to be defensive, based on CC&L's view that economic growth is strong but peaking, and downside risks are growing in the Canadian economy in the form of a turning housing market, slower consumer spending, and unpredictable trade actions coming from the U.S. Our focus is currently on higher-quality bonds, including banks, utilities, and telecoms.

Turning to the Fund's stocks, this component of the portfolio also provided a positive return. The portfolio's Canadian holdings saw modest gains, on balance. This part of the Fund is diversified across income-oriented securities (through its investment in the Steadyhand Income Fund), high-quality companies with growing dividends (Steadyhand Equity Fund), and to a lesser extent, smaller companies with higher growth profiles (Steadyhand Small-Cap Fund). Stocks were particularly volatile in the first quarter and the U.S. market even entered correction territory (-10%). The mood of investors quickly changed, however, and stocks bounced back to end the quarter modestly lower in most regions. A rebound in energy prices in the second quarter resulted in the Canadian index (S&P/TSX Composite Index) eking out a small gain over the first half of the year. Global stocks performed better over the reporting period, but part of their superior performance was due to a weaker loonie (when our dollar falls, the value of foreign stocks rises in Canadian dollar terms, all other things being equal).

The Fund's foreign equity holdings (through its investments in the Steadyhand Global Equity Fund and Steadyhand Equity Fund) advanced, but trailed the global index (Morningstar Developed Markets Index). In particular, Asian and emerging market investments lagged.

The Steadyhand Global Equity Fund, which made up roughly 20% of the Founders Fund throughout the period, was the weakest performing of the three underlying equity funds. There are a few key reasons why it lagged the global benchmark: (1) The Global Fund has a significantly lower weighting in U.S. stocks than the index does (American stocks make up less than 15% of the Global Fund, but comprise over half of the index), and U.S. stocks have performed well so far this year. (2) The Global Fund's investments are largely focused in large-cap value stocks in Europe and Asia. These stocks, which are characterized as having low price-to-earnings multiples, low price-to-book value ratios, and higher dividend yields, underperformed many higher-growth stocks over the period. (3) The Global Fund's healthcare investments (its second largest area of investment, by industry) were out-of-favour with investors, marking a reversal from last year. Specifically, Novartis, Roche and Celgene saw price declines based in part on poor sentiment towards pharmaceutical companies. And finally, (4) the Global Fund's Asian investments, which make up approximately 40%, trailed their western counterparts.

The Founders Fund's overall equity weighting ranged from 53-55% over the first half of the year. It started the year at 54%, but drifted slightly lower as stock markets declined in the first quarter. With the rebound in stocks in the second quarter, the weighting rose higher, and ended the reporting period where it started (54%). At the end of June, foreign stocks made up 27% of the Fund, while Canadian stocks also comprised 27% (at the end of 2017, the weightings were 26% foreign and 28% Canadian).

The Fund's overall weighting in bonds remained fairly stable over the first half of the year, at 28% to 29% of the portfolio, and remains below the long-term target (35%). Extremely low interest rates portend low single-digit bond returns in the coming years.

In lieu of a full bond allocation, the cash reserve was higher than normal throughout the first half of the year. Between the Fund's investment in the Steadyhand Savings Fund and cash held in the equity funds, the reserve stood at 18% at the end of June, which is where it stood at the beginning of the year. Despite near-zero yields, cash and short-term securities provide protection against rising interest rates and are a ready source of liquidity in the event of heightened market volatility.

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

Recent Developments

The first quarter of 2018 was a turbulent period for stocks. Volatility spiked in February and equity markets around the world sold off. The mood of investors quickly changed, however, and markets rebounded to end the quarter modestly lower in most regions. Canada lagged most developed markets, with the S&P/TSX Composite Index falling 4.5%. The energy sector was a notable area of weakness.

As spring arrived, investors became more upbeat. The global economy continued to grow steadily, although concerns of a global trade war stemming from America's wide-ranging agenda on tariffs led to some jitters. Emerging markets lost ground, facing pressure from a stronger U.S. dollar and worsening investor sentiment. The price of oil rose more than 20% in the second quarter, which helped drive energy stocks higher. The S&P/TSX Composite Index was a key beneficiary or rising commodity prices, and more than recouped its losses from earlier in the year.

Turning to the fixed income environment, the Bank of Canada and U.S. Federal Reserve both hiked rates during the first quarter, as their respective economies continued to grow. As interest rates across most developed nations began to surge early in the quarter, led by the U.S., risk asset volatility picked up materially after a long period of unusual calm. Credit markets remained sensitive to signs of more aggressive tightening, as well as potentially disruptive policies surrounding international trade.

The Steadyhand Income Fund's portfolio adviser (Connor, Clark & Lunn) continues to believe that economic growth around the world will remain positive. In the U.S., monetary stimulus is being withdrawn slowly, consumers and businesses should continue to benefit from the tax cut, and CC&L believes a recession is still some time away. Growth in the rest of the world appears to be slowing marginally, leading to desynchronization in economic activity.

CC&L expects corporate earnings to remain strong. While this should help credit spreads, the adviser believes typical late-cycle business capital expenditures coupled with increasing leverage are likely to weigh on corporate credit. As such, CC&L will maintain a defensive credit bias in the portfolio.

In a nutshell, CC&L feels that bonds are likely to remain under pressure given both the Federal Reserve and Bank of Canada are in the midst of tightening their respective monetary policies. The Fund's bond strategy is therefore cautious. Focus is on higher-quality securities that also have good liquidity (i.e., they can be easily bought and sold).

Bond market volatility will likely remain elevated through the second half of the year. The adviser will continue to look for higher-quality and liquid securities that provide attractive yields.

The Fund maintained a hefty cash position throughout the first half of the year, although it varied slightly over the reporting period. The cash reserve is higher than normal, but we feel the position is prudent, as stock valuations appear expensive and bond yields remain low. The cash reserve provides protection against rising interest rates, and optionality if markets encounter heightened volatility.

As for stocks, our outlook is cautious. Our fund managers are struggling to find cheap stocks, and as a result, we feel it's prudent to have below-average exposure to equities at this time. On balance, our equity fund managers are focusing on higher-quality companies that have a competitive advantage, are well financed, and trade at reasonable valuations.

Financial services account for the largest part of the Fund's equity holdings (20%), but only 7% is in Canadian financials. An important feature of the Fund is that its financial holdings are diversified across the world. They include Asian banks (Bank Mandiri, Bangkok Bank, SMFG), European banks (ING, Commerzbank, RBS), and American financials (Visa, Synchrony, CBOE Holdings).

There were some very minor adjustments to the portfolio's underlying mix of funds in the first half of the year. The Income Fund's weighting in the portfolio was decreased from 39% at the beginning of the year to 38% at the end of June. The Equity Fund started the year with a weighting of 18% and ended the reporting period with a weighting of 20%. The Global Equity Fund's weighting in the portfolio rose from 18% to 19%, and the Small-Cap Equity Fund remained steady at 9%. The position in the Savings Fund decreased from 16% to 13%. The overall bond weighting finished the period where it started, at 28%, as did the stock weighting, at 54%, and the cash reserve, at 18%.

At the end of June, foreign equities comprised 27% of the portfolio, while Canadian equities also made up 27% (the Fund's long-term target is 30% Canadian and 30% foreign). On the foreign side, the Fund remains tilted toward European and Asian stocks, as opposed to U.S. companies, due primarily to the Global Equity Fund's focus on these regions. We believe this strategy continues to be compelling due to the valuation gap between these regions and the U.S.

The equities in the Fund (through its holdings in the Steadyhand Equity Fund, Steadyhand Global Equity Fund, Steadyhand Small-Cap Equity Fund and Steadyhand Income Fund) remain well diversified across industry sectors. The greatest exposure lies in the Industrial Goods & Services, Financial Services, Oil & Gas and Consumer sectors, while investments in Utilities and Basic Materials (e.g. mining and metals) are modest. Over the reporting period, the only notable change to the sector composition of the Fund was within the Communications & Media sector, which rose from 2% to 5% of the Fund's equities, and Financial Services, which decreased from 24% to 20%. These changes were the result of stock transactions during the period (three telecom stocks were purchased in the Global Equity Fund — China Mobile, Singapore Telecommunications and Verizon Communications; while two banks were sold — BNP Paribas and HSBC).

With its high cash position (18%) and focus on higher-quality stocks and bonds, the Fund continues to be cautiously positioned. If markets experience a downturn, this positioning should soften the blow from negative stock and bond returns, and enable us to purchase investments at more attractive valuations. If markets continue to move higher, the Fund's cash position will hold back its return.

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

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.34%. The Fund paid the Manager $2,785,849·of its net assets as management fees and distributed $647,627 in management fee reductions for the six months ending June 30, 2018. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

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

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

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

As at June 30, 2018, Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 258,504 units, or 0.8% of the total fund units. The Fund holds 100% of the O series units of the Steadyhand Savings, Income, Equity, Global Equity and Small-Cap Equity Funds and does not pay any management fees to the underlying funds.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance since the date of inception. This information is derived from the Fund's unaudited semi-annual and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 31 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net Assets, beginning of period [1,3,9]	$13.43	$12.79	$12.29	$12.17	$11.76
Increase (decrease) from operations:					
Total revenue	0.06	0.43	0.49	0.60	0.70
Total expenses (excluding distributions)	(0.07)	(0.13)	(0.12)	(0.13)	(0.12)
Realized gains for the period	0.01	0.18	0.11	-	0.02
Unrealized gains (losses) for the period	0.23	0.58	0.42	(0.03)	0.18
Total increase from operations [1]	**0.23**	**1.06**	**0.90**	**0.44**	**0.78**
Distributions :					
From investment income (excluding dividends)	-	(0.14)	(0.15)	(0.15)	(0.15)
From dividends	-	-	(0.01)	-	-
From capital gains	-	-	(0.16)	(0.21)	(0.27)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.14)**	**(0.32)**	**(0.36)**	**(0.42)**
Net Assets, end of period	**$13.54**	**$13.43**	**$12.79**	**$12.29**	**$12.17**

Series A - Ratios and Supplemental Data	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net asset value (000's) [4]	$434,791	$399,612	$303,661	$244,046	$184,615
Number of units outstanding [4]	32,110,467	29,753,328	23,751,071	19,863,499	15,174,225
Management expense ratio [5]	1.34%	1.34%	1.34%	1.34%	1.34%
Management expense ratio before waivers or absorptions	1.34%	1.34%	1.34%	1.34%	1.34%
Portfolio turnover rate [6]	3.96%	7.30%	17.18%	5.93%	8.05%
Trading expense ratio [7]	0.01%	0.04%	0.12%	0.07%	0.06%
Transactional net asset value per unit [8]	$13.54	$13.43	$12.79	$12.29	$12.17

[1]Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

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

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

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

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

[6]The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

[7]The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

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

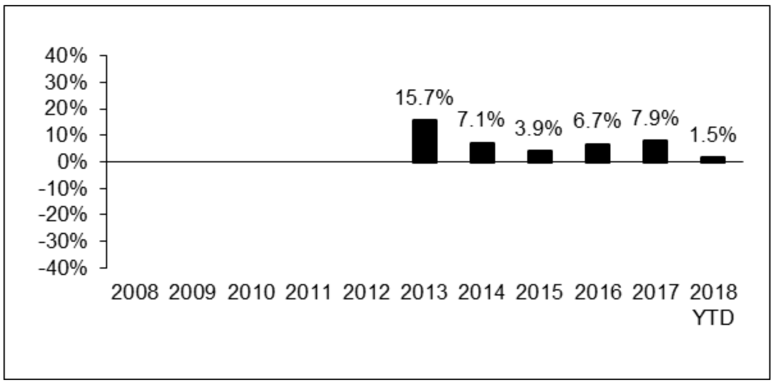
[9] The per share data is derived from the Fund's unaudited semi-annual financial statements at June 30 and the annual audited financial statements at December 31, prepared in accordance with International Financial Reporting Standards. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

Past Performance

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

Year-by-Year Returns

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



The Fund first offered units for sale in February 2012.

Summary of Investment Portfolio as of June 30, 2018

Portfolio Allocation	
	% of Net Assets
Pooled Investment funds	99.3%
Cash, Short-Term Notes & Other Assets	0.7%
Total	**100.0%**

Top 6 Holdings

	% of Net Assets
Steadyhand Income Fund, Series O	38.0%
Steadyhand Equity Fund, Series O	19.8%
Steadyhand Global Equity Fund, Series O	19.2%
Steadyhand Savings Fund, Series O	13.3%
Steadyhand Small Cap Equity Fund, Series O	9.1%
Cash & cash equivalents	1.0%

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

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Equity Fund

June 30, 2018

Steadyhand **Equity Fund**

Semi-annual Management Report of Fund Performance (June 30, 2018)

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

Unitholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management Discussion of Fund Performance

Investment Objective and Strategies

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

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

Risks

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

Results of Operations

Over six months, the Fund's net assets increased to $196.5 million as of June 30, 2018, from $172.3 million at the end of 2017. This increase of $24.2 million was mostly attributable to an increase in net assets from operations of $7.1 million over the reporting period, less distributions to unitholders of approximately $0.1 million and net sales of $17.2 million.

The Fund (Series A) gained 3.2% over the first half of the year. Over the same period, the S&P/TSX Composite Index gained 1.9%, while the Morningstar Developed Markets Index was up 5.6% in Canadian dollar terms.

The Fund outperformed the S&P/TSX Composite Index due to its non-benchmark oriented composition. More specifically, the Fund has no investments in the utilities or telecom industries, which were the two weakest performing sectors of the domestic market. As well, it only holds one gold stock (Franco-Nevada), which was also a poor performing sector. The Fund underperformed the Morningstar Developed Markets Index, on the other hand, as Canadian equities in general underperformed their global counterparts, and over half the Fund is invested in Canadian stocks. A few U.S. holdings also had a challenging period.

The Canadian dollar depreciated against the U.S. dollar (-5%), which boosted the returns of U.S. stocks (just under 25% of the Fund) in Canadian dollar terms. The loonie also fell 2% against the Euro and British Pound, which also helped the Fund's return.

The Fund's industrial-related investments drove performance over the first half of the year. These stocks comprise the largest portion of the portfolio, at roughly 25% of its total equities. Ritchie Bros. Auctioneers, CAE, and CCL Industries all turned in double-digit returns on the back of strong operating results. CN Rail and Ecolab also advanced.

Energy investments were also an area of strength for the most part, benefitting from a stronger oil price. Suncor Energy, the Fund's largest holding, gained nearly 20%, as did Pason Systems. PrairieSky Royalty, on the other hand, lost ground.

The Fund's foreign investments were a mixed bag from a performance standpoint. CBOE Holdings, Starbucks, CVS Health and Novartis all lost ground. Visa and Experian, on the other hand, turned in strong gains.

There were no notable changes to the major themes in the portfolio over the first half of the year. Focus remains on companies that offer goods or services with a compelling competitive advantage, and that are in good financial shape. Leading consumer-related businesses remain an important part of the Fund and include stocks such as Unilever, Starbucks, Loblaw Companies and FEMSA.

Foreign stocks continued to make up a significant part of the Fund over the reporting period (43% at the end of June). These stocks provide exposure to global businesses not available in Canada, notably in the retailing, consumer and healthcare sectors. The Fund's largest foreign holdings (in terms of their weight in the portfolio) include Visa, CBOE Holdings, Novozymes, and FEMSA.

No new stocks were purchased over the reporting period and none were removed from the portfolio. Indeed, turnover was low and the Fund's overall sector composition did not change much in the first half of the year. There was only one minor adjustment to report: technology stocks increased from 4% to 6% of the Fund's equities (additional shares of Keyence were purchased). The weightings of the other sectors were unchanged, by and large.

The portfolio's geographic profile was also largely unchanged over the reporting period. The weighting of Canadian stocks remained steady at 57%, while U.S. stocks decreased from 23% to 22% and Overseas stocks increased from 16% to 17%. The Fund's sole investment in Mexico (FEMSA) remained at 4%.

The Fund's cash position increased slightly from 2% to 4% of its total assets.

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

Recent Developments

The first quarter of 2018 was a turbulent period for stocks. Volatility spiked in February and equity markets around the world sold off. The U.S. market even entered correction territory (-10%). The mood of investors quickly changed, however, and stocks bounced back to end the quarter modestly lower in most regions. Canada lagged most developed markets, with the S&P/TSX Composite Index falling 4.5%. The energy sector was a notable area of weakness.

As spring arrived, investors became more upbeat. The global economy continued to grow steadily, although concerns of a global trade war stemming from America's wide-ranging agenda on tariffs led to some jitters. Emerging markets lost ground, facing pressure from a stronger U.S. dollar and worsening investor sentiment. The price of oil rose more than 20% in the second quarter, which helped drive energy stocks higher. The S&P/TSX Composite Index was a key beneficiary or rising commodity prices, and more than recouped its losses from earlier in the year.

The portfolio adviser, Fiera Capital (formerly CGOV Asset Management) maintained a cautious outlook throughout the period. Fiera's focus is on maintaining a portfolio of high-quality businesses that generate steady profits. As well, Fiera prefers companies that have little to no debt, as these businesses should prove to be more resilient in a weaker economic climate.

Portfolio turnover was low in the first half of the year and the composition of the fund did not change materially, as noted in the previous section. In fact, no new stocks were added to the portfolio and none were removed. Rather, Fiera focused on adding to existing holdings that had fallen for reasons that aren't related to the fundamentals of the underlying business, and trimming stocks that had 'gotten ahead of themselves.'

Examples of stocks that were added to on weakness include FEMSA and Starbucks. FEMSA, a Mexican convenience store operator and Coca-Cola bottler, suffered from a declining Peso. Starbucks has been cutting costs and closing underperforming stores, which caused concern among investors. Both companies are industry leaders and have good long-term growth prospects in the adviser's view.

Evertz Technologies is another compelling story, as it's trading near a 52-week low in spite of its appealing attributes. The company is a leader in developing equipment for the broadcast and film industries (its software saw wide usage by World Cup broadcasters). Evertz generates great returns on invested capital. Its revenues can be lumpy, however, and it's an illiquid stock. Additional shares were purchased in the period.

Novartis, a longstanding foreign stock in the Fund, was in the news as the healthcare company confirmed that it will spin off its troubled eye care unit, Alcon. The transaction, expected to bring in $25 billion, is part of an effort to focus on its core operations — pharmaceuticals. Fiera views this as a positive development and purchased additional shares.

A few holdings were trimmed based on strong performance, including Visa and Magna International. Visa has been a standout performer, having doubled in value over the past three years.

At the end of the reporting period, the Fund held 25 stocks, the same number that it held at the end of 2017. While the Fund's holdings are concentrated in a limited number of stocks, Fiera ensures that the portfolio is well diversified across a broad range of industries.

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

During the period, the portfolio adviser, CGOV Asset Management, announced that it is being purchased by Fiera Capital. As a result of the transaction, CGOV partners will be significant equity owners of Fiera Capital. There were no changes to the key personnel (investment team) managing the Fund and we do not anticipate any changes to the investment philosophy and discipline employed by CGOV.

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

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the Manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.42%. For six months ending June 30, 2018, the Fund paid gross fees of $747,259 to the Manager and distributed $183,078 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

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

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

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

As at June 30, 2018, Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 228,919 Series A units, or 3.8% of the total Fund Series A units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units and pays no management fees.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance since the date of inception. This information is derived from the Fund's unaudited semi-annual financial statements at June 30 and audited annual financial statements at December 31.

Series A – Net Assets Per Unit	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net Assets, beginning of period [1,3,9]	**$17.73**	**$16.04**	**$14.72**	**$13.78**	**$12.53**
Increase (decrease) from operations:					
Total revenue	0.21	0.32	0.38	0.32	0.27
Total expenses (excluding distributions)	(0.09)	(0.17)	(0.16)	(0.16)	(0.14)
Realized gains for the period	0.10	0.55	0.33	0.44	0.38
Unrealized gains for the period	0.38	1.16	1.10	0.57	1.13
Total increase from operations [1]	**0.60**	**1.86**	**1.65**	**1.17**	**1.64**
Distributions :					
From investment income (excluding dividends)	-	-	(0.01)	(0.01)	(0.01)
Dividends	-	(0.10)	(0.21)	(0.09)	(0.10)
From capital gains	-	-	-	(0.10)	(0.28)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.10)**	**(0.22)**	**(0.20)**	**(0.39)**
Net Assets, end of period	**$18.29**	**$17.73**	**$16.04**	**$14.72**	**$13.78**

Series A - Ratios and Supplemental Data	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net asset value (000's) [4]	$110,534	$102,077	$86,633	$69,182	$61,520
Number of units outstanding [4]	6,043,728	5,757,245	5,399,382	4,699,218	4,464,338
Management expense ratio [5]	1.42%	1.42%	1.42%	1.42%	1.42%
Management expense ratio before waivers or absorptions	1.42%	1.42%	1.42%	1.42%	1.42%
Portfolio turnover rate [6]	1.28%	13.95%	13.87%	17.13%	18.74%
Trading expense ratio [7]	-	0.01%	0.01%	0.03%	0.04%
Transactional net asset value per unit [8]	$18.29	$17.73	$16.04	$14.72	$13.78

Series O – Net Assets Per Unit	*Jun. 30 2018*	*Dec. 31 2017*	*Dec. 31 2016*	*Dec. 31 2015*	*Dec. 31 2014*
Net Assets, beginning of period [1,3,9]	**$18.22**	**$16.41**	**$14.99**	**$13.97**	**$12.65**
Increase (decrease) from operations:					
Total revenue	0.21	0.33	0.40	0.33	0.27
Total expenses (excluding distributions)	-	-	-	-	-
Realized gains for the period	0.10	0.56	0.32	0.37	0.35
Unrealized gains for the period	0.52	1.20	1.22	0.56	1.19
Total increase from operations [1]	**0.83**	**2.09**	**1.94**	**1.26**	**1.81**
Distributions :					
From investment income (excluding dividends)	-	-	(0.02)	(0.02)	(0.01)
From dividends	-	(0.27)	(0.36)	(0.23)	(0.24)
From capital gains	-	-	-	(0.11)	(0.29)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.27)**	**(0.38)**	**(0.36)**	**(0.54)**
Net Assets, end of period	**$18.93**	**$18.22**	**$16.41**	**$14.99**	**$13.97**

Series O - Ratios and Supplemental Data	*Jun. 30 2018*	*Dec. 31 2017*	*Dec. 31 2016*	*Dec. 31 2015*	*Dec. 31 2014*
Net asset value (000's) [4]	$85,938	$70,225	$69,206	$60,386	$35,753
Number of units outstanding [4]	4,539,162	3,853,312	4,216,725	4,029,329	2,558,682
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	0.01%	0.01%	-	-	0.01%
Portfolio turnover rate [6]	1.28%	13.95%	13.87%	17.13%	18.74%
Trading expense ratio [7]	-	0.01%	0.01%	0.03%	0.04%
Transactional net asset value per unit [8]	$18.93	$18.22	$16.41	$14.99	$13.97

[1]Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

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

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

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

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

[6]The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

[7]The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

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

[9] The per share data is derived from the Fund's unaudited semi-annual financial statements at June 30 and the audited financial statements at December 31 prepared in accordance with International Financial Reporting Standards. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

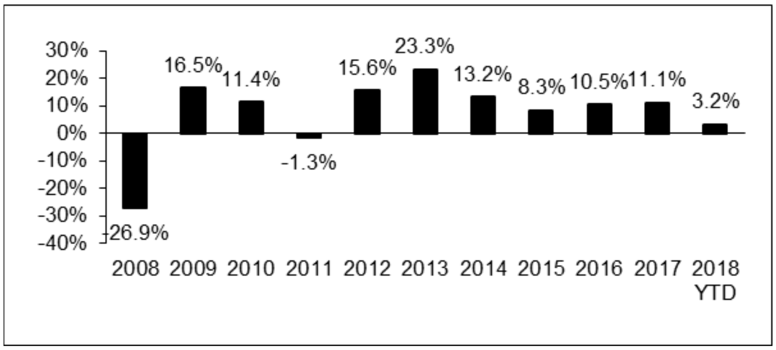
Past Performance

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

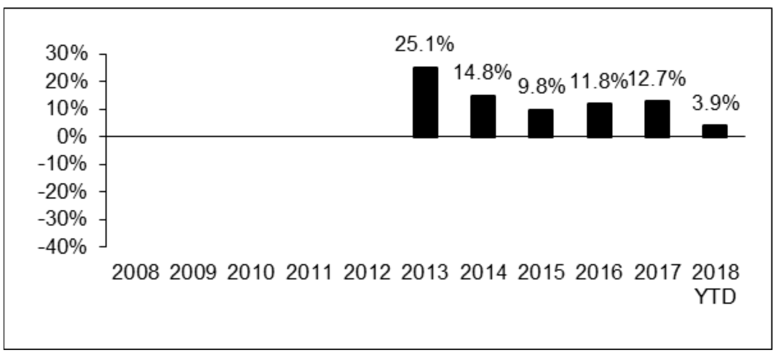
Year-by-Year Returns

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

Series A



Series O



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

Summary of Investment Portfolio as of June 30, 2018

Portfolio Allocation

Equities	% of Net Assets
Financial Services	19.2%
Basic Materials	17.6%
Industrial Goods & Services	15.8%
Oil & Gas	12.9%
Consumer Products	12.3%
Consumer Cyclical	6.7%
Technology	5.5%
Healthcare	3.8%
Utilities and Pipelines	2.0%
	95.8%
Cash, Short-term Notes & Other Assets	4.2%
Total	100.0%

Top 25 Holdings

	% of Net Assets
Suncor Energy Inc.	6.0%
Visa Inc.	5.9%
Franco-Nevada Corp.	5.4%
The Toronto-Dominion Bank	5.4%
PrairieSky Royalty Ltd.	4.3%
Nutrien Ltd.	4.3%
Novozymes A/S	4.1%
CBOE Holdings Inc.	4.1%
Canadian National Railway Co.	4.1%
CCL Industries Inc.	4.0%
Canadian Treasury Bill 1.339% 26 July 2018	4.0%
CAE Inc.	3.8%
Fomento Economico Mexicano SAB de CV	3.8%
Ecolab Inc.	3.8%
Novartis AG, ADR	3.8%
Ritchie Bros Auctioneers Inc.	3.8%
Experian PLC	3.8%
CVS Health Corp.	3.7%
Magna International Inc.	3.6%
Starbucks Corp.	3.2%
Keyence Corp.	2.8%
Loblaw Cos Ltd.	2.8%
Evertz Technologies Ltd.	2.6%
Pason Systems Inc.	2.6%
Unilever PLC, ADR	2.0%

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

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Global Equity Fund

June 30, 2018

Steadyhand **Global Equity Fund**

Semi-annual Management Report of Fund Performance (June 30, 2018)

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

Unitholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management Discussion of Fund Performance

Investment Objective and Strategies

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

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

Risks

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

Results of Operations

Over the reporting period, the Fund's net assets increased by $18.5 million to $177.5 million as of June 30, 2018, from $159.0 million at the end of 2017. This increase was attributable to net sales of $15.7 million, and a $3.0 million increase in net assets from operations less $0.2 million in unitholder distributions.

The Fund gained 1.3% over the first half of the year. Over the same period, the Morningstar Developed Markets Index rose 5.6%. Global stock markets had a mixed first half of 2018. The U.S. market (S&P 500 Index) was up slightly in U.S. dollar terms (+2.6%), while European markets were mostly flat. Japan lost modest ground, while emerging markets declined the most, with Latin American markets seeing the biggest losses. The Canadian market (S&P/TSX Composite Index) rose 1.9% over the period.

The impact of currency movements helped boost the returns of foreign stocks for Canadian investors, on balance. Over the first six months of the year, our dollar depreciated 6% against the Japanese Yen, 5% against the U.S. dollar, and 2% against the Euro and British Pound. This helped the Fund's return, as its foreign holdings were worth more in Canadian dollar terms as a result of the loonie's weakness, notwithstanding any share price movements.

The Fund's underperformance against the index over the reporting period can be attributed to a few factors, including:

1). The Fund has a significantly lower weighting in U.S. stocks than the index does (American stocks make up 12% of the Fund, but comprise over 50% of the index). U.S. stocks have outperformed many of their global peers so far this year. The U.S. dollar has also been one of the strongest currencies.

2). The Fund's investments in the Healthcare sector performed poorly. These stocks, which include Novartis, Roche, Bayer, Sanofi and Celgene, lost ground due to weak sentiment towards pharmaceutical companies. Close to 20% of the Fund is invested in the sector, which is notably higher than its weighting in the index. The portfolio adviser, Edinburgh Partners Limited (EP), continues to like these businesses for their attractive dividends, reasonable valuations and promising drug pipelines.

3). Many of the Fund's financial-related companies struggled in the first half. Commerzbank in particular has been a weak performer so far this year, and Bank Mandiri, Nomura Holdings, Synchrony Financial, and Royal Bank of Scotland also saw share price declines. Financial services represent the largest exposure in the portfolio by industry (24% of the Fund at the end of June).

4). The portfolio has a bias towards "value" stocks, which underperformed more growth-oriented stocks. It had a low weighting in tech stocks throughout the reporting period, and did not hold any of the high-flying FAANG stocks (Facebook, Amazon, Apple, Netflix, Google).

While some of these factors benefitted the Fund in 2017, they were headwinds in the first half of 2018. Investors preferred high growth American companies rather than more cyclical or defensive stocks outside North America.

An area of the portfolio that performed well was its energy holdings. The Fund's investments are focused in large multinational oil & gas producers, including Royal Dutch Shell, Total, BP, and Eni. These stocks have been among the strongest contributors to performers in 2018, as the price of oil has risen more than 20%. They currently make up 15% of the Fund.

Some of the Fund's European holdings sold off in the second quarter on fears of an escalating trade war with the U.S. Tesco, a retailer with operations in the U.K. and eastern Europe, bucked the trend however, rising 25%.

There were some adjustments to the composition of the portfolio over the first six months of the year. The largest increase in sector exposure was in Communications & Media, which rose from 2% of the portfolio's equities at the end of 2017 to 11% at the end of June (a few new investments were purchased and are discussed in more detail in the Recent Developments section). The Oil & Gas sector also increased, from 11% to 15%, thanks largely to strong performance from the Fund's holdings.

Also of note, the Financial Services sector dropped from 32% to 24%. As well, the Consumer Cyclical sector decreased from 14% to 10%.

From a geographic standpoint, Europe and Asia remain key areas of focus. European stocks (including the U.K.) comprise 46% of the portfolio while Asian stocks make up 42%. There were some changes to the geographic profile of the Fund, with the weighting of European stocks (ex-U.K.) increasing from 30% to 34%, U.K. stocks decreasing from 16% to 12%, and South American stocks decreasing from 2% to 0% (the Fund's lone holding in the region, Credicorp, was sold).

The Fund held 42 stocks at the end of June (down from 43 at the beginning of the year), and its cash position increased from 6% to 11%.

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

Recent Developments

Foreign markets turned in positive returns (in Canadian dollar terms) over the first half of the year for the most part, with American stocks among the top performers. Corporate tax cuts in the U.S. and solid economic growth led to strong earnings from companies in many sectors of the economy. The price of oil rose more than 20%, which helped drive energy stocks higher. Technology stocks were also a notable area of strength. Conversely, more defensive sectors such as healthcare, telecoms and utilities struggled in the first half of the year.

Political tensions heated up and concerns of a global trade war stemming from America's wide-ranging agenda on tariffs led to some jitters. European markets were fairly flat, while emerging markets lost the most ground, facing pressure from a stronger U.S. dollar and worsening investor sentiment.

President Trump's protectionist trade policies could lead to an increase in market volatility, as investors fret over the impact that tariffs will have on economic activity, business investment and consumer sentiment. Many central banks are also in the process of withdrawing liquidity from the financial system — by raising short-term interest rates or easing asset purchase programs — which is an important concern. While 2017 was a remarkably calm year in the markets, investors should be prepared for greater volatility going forward.

The Fund continues to have a "value" tilt with a focus on European and Asian companies. Areas of focus in these regions include banks, healthcare, oil & gas and consumer companies. This positioning has held back the Fund's performance so far in 2018, as investors have preferred faster-growing companies. That said, a few holdings have turned in excellent returns this year, including Ubisoft Entertainment (a French video game producer), Tesco (a British retailer), Nokia (a Finnish telecom and IT company), and the Fund's European oil & gas holdings.

Japan continues to remain the largest individual country of investment, making up 20% of the Fund's stocks. The Fund owns nine Japanese companies, ranging from those that are focused on the domestic market (East Japan Railway, Takashimaya, Nomura Holdings) to export-oriented businesses (Panasonic, Mitsubishi). The portfolio adviser feels that Japanese equities offer attractive value relative to both historic levels and their global peers.

The Fund's exposure to Europe was increased in the first half of the year (from 30% of the Fund to 34%), as two new Dutch stocks were purchased: Ahold Delhaize (an international food retailer), and ING Groep (a multinational financial services company). Positions in Total, Novartis, Sanofi, Telefonica and Nokia were also increased. Conversely, two French holdings were sold, BNP Paribas and Ubisoft Entertainment.

The portfolio adviser is seeing increasing value in the telecom sector, purchasing three new companies this year — Singapore Telecommunications, Verizon Communications, and China Mobile. These stocks pay healthy dividends and have solid earnings outlooks. The sector is defensive in nature, which Edinburgh Partners feels is appealing in the current economic environment.

Two banks were sold based on strong performance, Credicorp and HSBC. Banks remain an important area of investment, however. With interest rates rising, these businesses should see a pick-up in interest margins and profitability. Further, holdings such as ING Groep and DBS, which have a strong technology backbone, are well positioned to capitalize on the growing shift towards digital banking.

The Fund's weighting in U.S. stocks remains significantly lower than their representation in the global index. This is a distinguishing feature of the Fund, and one that has held back performance in recent years. American stocks in general have valuations that are not as appealing as their global counterparts in EP's view, which is why their weighting in the Fund is modest (12%). If American stocks continue to outpace their global peers, the Fund will likely lag the index. Edinburgh Partners, however, believes that this trend is long in the tooth.

The portfolio remains well diversified across industry sectors. Financial services, healthcare, consumer-related, oil & gas, and telecom companies are the greatest areas of exposure. Notably, the Fund does not own any utilities or basic materials companies.

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

In the first quarter, the portfolio adviser, Edinburgh Partners, announced that it is being purchased by Franklin Resources, the parent of Franklin Templeton. EP will operate as an independent unit within the larger group.

There were no other changes over the reporting period to the manager, portfolio adviser, accounting policies or investment review committee of the Fund. We changed the index shown in the Past Performance section of this report from the MSCI World Index ($Cdn) to the Morningstar Developed Markets Index, as it has become cost prohibitive to use the MSCI index.

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the Manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.78%. For the six months ended June 30, 2018, the Fund paid the Manager $822,188 of its net assets as management fees and distributed $221,155 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

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

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

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

As at June 30, 2018, Steadyhand Investment Management Ltd., and its affiliates, subsidiaries, officers and directors owned 357,071 Series A units, or 4.0% of the total Fund Series A units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance since the date of inception. This information is derived from the Fund's unaudited semi-annual and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net Assets, beginning of period [1,3,9]	**$10.52**	**$9.69**	**$9.92**	**$9.54**	**$9.62**
Increase (decrease) from operations:					
Total revenue	0.19	0.25	0.24	0.22	0.22
Total expenses (excluding distributions)	(0.12)	(0.24)	(0.22)	(0.24)	(0.23)
Realized gains for the period	0.58	0.66	0.45	0.99	0.56
Unrealized gains (losses) for the period	(0.50)	0.87	(0.14)	0.25	(0.15)
Total increase from operations [1]	**0.15**	**1.54**	**0.33**	**1.22**	**0.40**
Distributions :					
From investment income (excluding dividends)	-	(0.10)	(0.13)	(0.07)	(0.66)
From dividends	-	-	-	-	-
From capital gains	-	(0.55)	(0.36)	(0.74)	(0.40)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.65)**	**(0.48)**	**(0.81)**	**(1.06)**
Net Assets, end of period	**$10.66**	**$10.52**	**$9.69**	**$9.92**	**$9.54**

Series A - Ratios and Supplemental Data	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net asset value (000's) [4]	$94,177	$86,129	$66,037	$63,229	$52,714
Number of units outstanding [4]	8,834,816	8,186,768	6,813,667	6,373,694	5,527,850
Management expense ratio [5]	1.78%	1.78%	1.78%	1.78%	1.78%
Management expense ratio before waivers or absorptions	1.78%	1.78%	1.78%	1.78%	1.78%
Portfolio turnover rate [6]	19.54%	17.18%	21.14%	33.26%	29.61%
Trading expense ratio [7]	0.02%	0.06%	0.08%	0.11%	0.16%
Transactional net asset value per unit [8]	$10.66	$10.52	$9.69	$9.92	$9.54

Series O – Net Assets Per Unit	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net Assets, beginning of period [1,3,9]	**$10.90**	**$9.97**	**$10.15**	**$9.70**	**$9.75**
Increase (decrease) from operations:					
Total revenue	0.20	0.26	0.25	0.22	0.22
Total expenses (excluding distributions)	-	-	-	-	-
Realized gains for the period	0.61	0.69	0.45	1.00	0.50
Unrealized gains (losses) for the period	(0.57)	0.77	(0.04)	0.16	(0.16)
Total increase from operations [1]	**0.24**	**1.72**	**0.66**	**1.38**	**0.56**
Distributions :					
From investment income (excluding dividends)	-	(0.23)	(0.25)	(0.20)	(0.19)
From dividends	-	-	-	-	-
From capital gains	-	(0.58)	(0.37)	(0.77)	(0.42)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.81)**	**(0.62)**	**(0.97)**	**(0.61)**
Net Assets, end of period	**$11.14**	**$10.90**	**$9.97**	**$10.15**	**$9.70**

Series O - Ratios and Supplemental Data	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net asset value (000's) [4]	$83,280	$72,825	$70,941	$55,816	$38,920
Number of units outstanding [4]	7,475,847	6,682,867	7,113,781	5,501,023	4,010,525
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	0.01%	0.01%	-	-	0.01%
Portfolio turnover rate [6]	19.54%	17.18%	21.14%	33.26%	29.61%
Trading expense ratio [7]	0.02%	0.06%	0.08%	0.11%	0.16%
Transactional net asset value per unit [8]	$11.14	$10.90	$9.97	$10.15	$9.70

[1]Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

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

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

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

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

[6]The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

[7]The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

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

[9] The per share data is derived from the Fund's unaudited semi-annual financial statements at June 30 and the audited financial statements at December 31 prepared in accordance with International Financial Reporting Standards. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

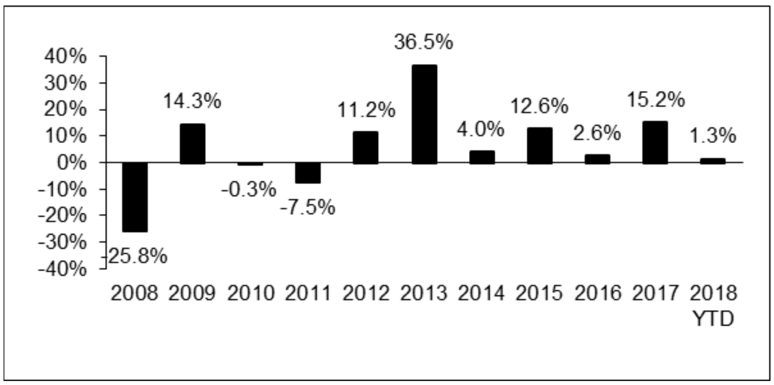
Past Performance

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

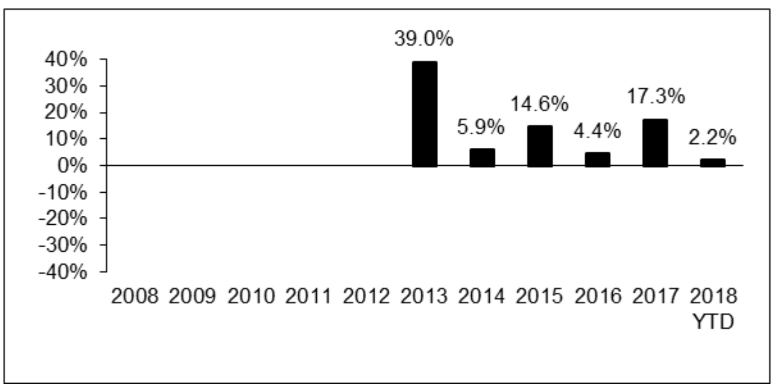
Year-by-Year Returns

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

Series A



Series O



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

Summary of Investment Portfolio as at June 30, 2018

Portfolio Allocation

Global Equities	% of Net Assets
Financial Services	21.0%
Healthcare	15.9%
Oil & Gas	13.4%
Communications & Media	9.4%
Consumer Cyclical	9.2%
Industrial Goods & Services	7.2%
Retailing	6.5%
Technology	4.6%
Consumer Products	1.9%
	89.1%
Cash, Short-term Notes & Other Assets	10.9%
Total	100.0%

Top 25 Holdings

	% of Net Assets
Cash & cash equivalents	10.7%
Roche Holding AG	3.1%
Verizon Communications Inc.	3.1%
Royal Dutch Shell PLC	3.0%
Apache Corp.	2.8%
AstraZeneca PLC	2.7%
Tesco PLC	2.6%
ENI SpA	2.6%
Total SA	2.5%
BP PLC	2.5%
Panasonic Corp.	2.5%
Nokia OYJ	2.4%
China Mobile Ltd.	2.4%
DBS Group Holdings Ltd.	2.4%
ING Groep NV	2.2%
Mitsubishi Corp.	2.2%
Koninklijke Ahold Delhaize NV	2.2%
Shanghai Fosun Pharmaceutical Group Co. Ltd.	2.2%
Singapore Telecommunications Ltd.	2.1%
Novartis AG	2.1%
Alps Electric Co., Ltd.	2.1%
Galaxy Entertainment Group Ltd.	2.1%
Sanofi	2.1%
Sumitomo Mitsui Trust Holdings	2.1%
Swire Pacific Ltd., Class A	2.0%

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

Steadyhand

Semi-Annual Management Report of Fund Performance

Steadyhand Small-Cap Equity Fund

June 30, 2018

Steadyhand **Small-Cap Equity Fund**

Semi-annual Management Report of Fund Performance (June 30, 2018)

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

Unitholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management Discussion of Fund Performance

Investment Objective and Strategies

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

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

Risks

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

Results of Operations

For the six months ended June 30, 2018, the Fund's net assets increased to $·105.3 million, from $97.5 million at the end of 2017. This increase of $7.8 million was attributable to net subscriptions of $2.5·million, and an increase in net assets from operations of $5.5 million less $0.2 million paid in distributions to unitholders.

The Fund (Series A) gained 5.0% over the first half of the year. Over the same period, the S&P/TSX SmallCap Index declined 1.7%. The Fund outperformed the index due to its non-benchmark oriented composition.

A few holdings turned in excellent returns over the period, which drove the Fund's performance. MEG Energy more than doubled in value. The company benefitted from improving commodity prices and narrowing heavy/light oil differentials. It also used the proceeds of an asset sale to pay down debt. Points International rose 67%. Points, the global leader in loyalty currency management programs (e.g. frequent flyer miles and hotel points) has been successful at signing new partners across all three of its business lines and is starting to be recognized by investors. Parkland Fuel and Dream Global REIT both gained roughly 20% on the back of strong operating results.

It wasn't all roses, however. The main detractors to performance were DHX Media, which was down 40%, and Middleby and Maxar Technologies, which both declined roughly 20%. DHX undertook a strategic review which resulted in the company selling 40% of its Peanuts brand to Sony Entertainment. This fell short of investor expectations, however, and the shares sold off. Middleby, the world leader in commercial cooking equipment, experienced delays on orders for its industrial ovens and turned in weaker than expected results, which hurt its share price. Maxar, on the other hand, provided guidance following its acquisition of DigitalGlobe that concerned investors. The portfolio adviser, Galibier Capital Management, purchased additional shares of Middleby and Maxar. Galibier is disappointed with the management team at DHX but feels the company has good assets and is selling at a depressed valuation. They are watching the company closely.

The Fund continues to have only modest exposure to resource companies. While mining and energy stocks make up a significant part of the index, most do not meet Galibier's investment criteria. MEG Energy, mentioned above, was a standout performer in the period. Because of its sharp rise, the stock was sold. Cardinal Energy was purchased in its place. Cardinal produces roughly 20,000 barrels of oil a day, pays an attractive dividend and offers good value in Galibier's view. The Fund's only other energy holding is Parkland Fuel, which is an independent marketer and distributor of fuel. The Fund does not own any gold or other mining companies, which has helped performance this year (the sector was been weak).

Along with MEG Energy, Enghouse Systems, Echo Global Logistics, CBIZ, and Fluor were also sold in the period. All of these holdings were strong performers for the Fund and were sold because their valuations have become less attractive in light of their higher share prices. Positions in Cargojet, Dream Global REIT, and Points International were also reduced.

Two new U.S. companies were purchased, Oshkosh Corporation and WABCO Holdings. Oshkosh is a manufacturer of specialty trucks including fire trucks, lifting platforms and cement mixers. Galibier likes the company's financial strength and growth outlook. WABCO is a leading manufacturer of safety and braking systems to truck manufacturers. Its shares sold off following a failed takeover attempt and tariff-related uncertainties. Galibier anticipates WABCO to grow significantly as governments enforce new regulations to push manufacturers to adopt better safety systems on trucks.

Additional shares were purchased in Alcanna, NFI Group, Park Lawn, Stericycle, Intertape Polymer Group and Winpak, among others.

Changes to the sector allocation of the portfolio were modest. The biggest change occurred in the Fund's consumer cyclical holdings, which increased from 13% to 18% of its equities. Industrial goods & services stocks also increased, from 51% to 53%. Technology stocks, on the other hand, decreased from 7% to 5%, and oil & gas holdings from 8% to 6%.

The Fund's geographic profile was largely unchanged over the reporting period. Canadian stocks made up 81% of the Fund's equities at the end of June (down from 82% at the end of 2017) and U.S. stocks comprised 19% (up from 18%). The Fund's cash position declined from 6% to 5%.

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

Recent Developments

The first quarter of the year was a challenging period for small-cap stocks. Volatility returned with a vengeance in February and March and the portfolio adviser (Galibier Capital Management) was active in adding to existing holdings it felt were “on sale”, which included Stericycle, Maxar Technologies, Middleby and Stantec. While sharp price gyrations can be uncomfortable to watch, they can present good buying opportunities for long-term investors. The Fund managed to turn in a positive return in the quarter (0.4%), while the S&P/TSX SmallCap Index was down 7.7%.

Resource stocks rebounded in the second quarter and the market recouped much of its earlier losses. The price of oil rose 20%, propelling many oil & gas stocks higher (including MEG Energy, which is discussed in the previous section). The Fund produced a strong return during the quarter despite having a small weighting in energy and commodity-related stocks.

Transportation-related companies remain an important area of focus. Holdings include New Flyer, Exchange Income and Cargojet. Two new U.S. holdings were also added, WABCO Holdings and Oshkosh Corporation. Both are steady growth stories that have a sustainable competitive advantage and are described in greater detail in the previous section.

The four U.S. companies in the Fund (WABCO Holdings, Oshkosh, Middleby, and Stericycle) are all mid-cap stocks. This brings an added element of diversification to the portfolio.

Along with purchasing additional shares in several existing positions, the adviser also added Uni-Select to the Fund. Uni-Select is in the auto parts and paints business. Galibier likes the company because it has a solid growth outlook in the newly-entered U.K. market. As well, the stock is cheap after falling on concerns over declining profit margins, which Galibier sees as short-term in nature.

Industrial goods & services companies make up the largest portion of the portfolio, comprising half of the Fund’s investments. This is a diverse sector which includes engineering and consulting businesses (Stantec), packaging-related companies (Winpak, Intertape Polymer Group), manufacturers of commercial cooking equipment (Middleby), and the transportation-related companies mentioned above.

The adviser loves unique businesses with sustainable competitive advantages. Park Lawn is a great example. It’s the fastest growing and most innovative company in the funeral and cemetery industry in Canada, which is an industry that has high barriers to entry and has traditionally been resistant to change. The stock’s small market capitalization also puts it out-of-reach of many other funds.

With the exposure to U.S. stocks (19% of the Fund), currency fluctuations between the Canadian and U.S. dollar remain a risk of the Fund. If the loonie depreciates against the U.S. dollar, it is beneficial for returns, and vice versa.

At the end of June, the Fund held 24 stocks (one less than at the beginning of the year), with most holdings comprising 3-5% of the portfolio. The companies range in market capitalization from the very small (e.g. Brick Brewing) to medium-sized (e.g. Stericycle). Maxar Technologies was the largest position, at 5.1%. A notable feature of the Fund continues to be that there are no “filler” stocks and each holding has an important impact on performance.

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

Related Party Transactions

Management Fees

Steadyhand Investment Management Ltd. is the manager of the Fund. The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.78%. For the six months ended June 30, 2018, the Fund paid gross fees of $560,152·to the Manager and distributed $191,225 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

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

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

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

As at June 30, 2018, Steadyhand Investment Management Ltd. and its affiliates, subsidiaries, officers and directors owned 125,140 Series A units, or 3.3% of the total Fund Series A units. The Steadyhand Founders Fund holds 100% of the total Fund Series O units and pays no management fees.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance since the date of inception. This information is derived from the Fund's unaudited semi-annual and audited annual financial statements.

Series A – Net Assets Per Unit	***Jun. 30 2018***	***Dec 31 2017***	***Dec 31 2016***	***Dec 31 2015***	***Dec 31 2014***
Net Assets, beginning of period [1,3,9]	**$16.49**	**$14.45**	**$12.71**	**$14.72**	**$17.41**
Increase (decrease) from operations:					
Total revenue	0.21	0.33	0.37	0.31	0.37
Total expenses (excluding distributions)	(0.20)	(0.34)	(0.30)	(0.31)	(0.40)
Realized gains (losses) for the period	1.56	1.20	0.86	(1.29)	1.75
Unrealized gains (losses) for the period	(0.68)	1.59	1.03	(0.67)	(2.86)
Total increase (decrease) from operations[1]	**0.89**	**2.78**	**1.96**	**(1.96)**	**(1.14)**
Distributions :					
From investment income (excluding dividends)	-	-	-	-	-
From dividends	-	(0.04)	(0.14)	-	(0.25)
From capital gains	-	(0.22)	-	-	(1.55)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.26)**	**(0.14)**	**-**	**(1.80)**
Net Assets, end of period	**$17.32**	**$16.49**	**$14.45**	**$12.71**	**$14.72**

Series A - Ratios and Supplemental Data	***Jun. 30 2018***	***Dec. 31 2017***	***Dec. 31 2016***	***Dec. 31 2015***	***Dec. 31 2014***
Net asset value (000's) [4]	$65,831	$60,506	$47,787	$40,729	$48,572
Number of units outstanding [4]	3,799,778	3,668,617	3,306,366	3,204,714	3,299,818
Management expense ratio [5]	1.78%	1.78%	1.78%	1.78%	1.78%
Management expense ratio before waivers or absorptions	1.79%	1.78%	1.78%	1.78%	1.78%
Portfolio turnover rate [6]	30.42%	40.56%	91.35%	19.80%	28.76%
Trading expense ratio [7]	0.04%	0.15%	0.40%	0.24%	0.23%
Transactional net asset value per unit [8]	$17.32	$16.49	$14.45	$12.70	$14.72

Series O – Net Assets Per Unit	*Jun. 30 2018*	*Dec. 31 2017*	*Dec. 31 2016*	*Dec. 31 2015*	*Dec. 31 2014*
Net Assets, beginning of period [1,3,9]	**$17.19**	**$14.96**	**$13.09**	**$14.91**	**$17.61**
Increase (decrease) from operations:					
Total revenue	0.22	0.35	0.38	0.33	0.39
Total expenses (excluding distributions)	-	-	-	-	-
Realized gains (losses) for the period	1.63	1.30	0.85	(1.39)	1.60
Unrealized gains (losses) for the period	(0.82)	1.69	1.16	(0.68)	(3.54)
Total increase (decrease) from operations [1]	**1.03**	**3.34**	**2.39**	**(1.74)**	**1.55**
Distributions :					
From investment income (excluding dividends)	-	-	-	-	-
From dividends	-	(0.22)	(0.33)	(0.03)	(0.27)
From capital gains	-	(0.61)	-	-	(1.60)
Return of capital	-	-	-	-	-
Total distributions for the period [2]	**-**	**(0.83)**	**(0.33)**	**(0.03)**	**(1.87)**
Net Assets, end of period	**$18.22**	**$17.19**	**$14.96**	**$13.08**	**$14.91**

Series O - Ratios and Supplemental Data	*Jun 30 2018*	*Dec. 31 2017*	*Dec. 31 2016*	*Dec. 31 2015*	*Dec. 31 2014*
Net asset value (000's) [4]	$39,478	$37,005	$23,907	$17,110	$11,255
Number of units outstanding [4]	2,167,077	2,152,846	1,597,733	1,307,947	754,611
Management expense ratio [5]	-	-	-	-	-
Management expense ratio before waivers or absorptions	0.01%	0.01%	0.01%	0.01%	0.02%
Portfolio turnover rate [6]	30.42%	40.56%	91.35%	19.80%	28.76%
Trading expense ratio [7]	0.04%	0.15%	0.40%	0.24%	0.23%
Transactional net asset value per unit [8]	$18.22	$17.19	$14.96	$13.08	$14.19

[1]Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.
[2]Distributions were paid in cash/reinvested in additional units of the Fund, or both.
[3]This information is derived from the Fund's unaudited semi-annual financial statements as at June 30 or audited annual financial statements as at December 31 for the year stated, and the net assets presented in the financial statements differs from the net asset value calculated for fund pricing purposes until January 1, 2013.
[4]The information is provided as at June 30 or December 31 of the period shown.
[5]Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net assets during the period.
[6]The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.
[7]The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.
[8] Prior to January 1, 2013, transactional net asset value per unit was used as the basis for financial statement accounting which based fair value on the bid price on the valuation date. After January 1, 2013, fair value is based on closing trade price for daily valuation as well as for regulatory financial reporting purposes, so Net Asset Value Per Unit has been reported for all periods after this date.
[9] The per share data is derived from the Fund's unaudited semi-annual financial statements at June 30 and audited financial statements at December 31 prepared in accordance with International Financial Reporting Standards. The Net Assets per Share presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

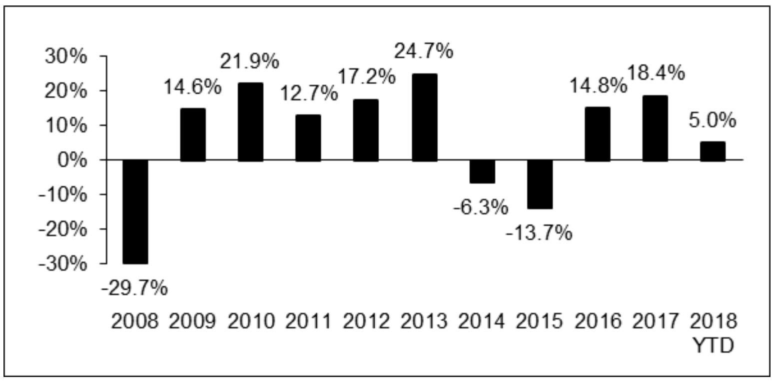
Past Performance

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

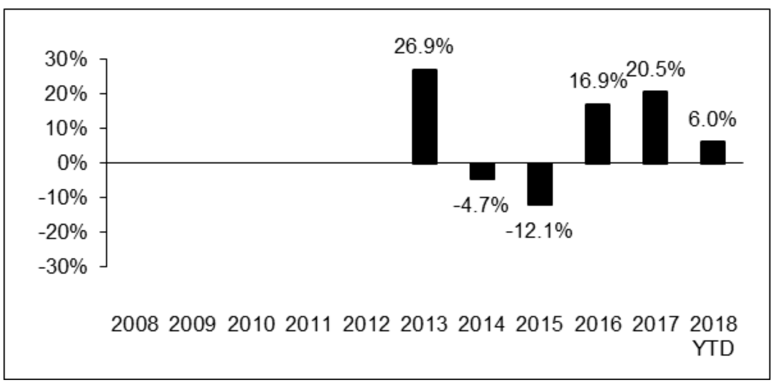
Year-by-Year Returns

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

Series A



Series O



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

Summary of Investment Portfolio as of June 30, 2018

Portfolio Allocation	% of Net Assets
Equities	
Industrial Goods & Services	48.1%
Consumer Cyclical	17.2%
Retailing	9.1%
Oil & Gas	5.6%
Technology	5.0%
Consumer Products	4.4%
Real Estate	4.2%
Utilities	2.9%
Communications & Media	1.3%
	97.8%
Cash, Short-term Notes & Other Assets	2.2%
Total	**100.0%**

Top 25 Holdings	% of Net Assets
Maxar Technologies Ltd.	5.1%
Middleby Corp.	5.0%
Stantec Inc.	5.0%
Cash & cash equivalents	5.0%
Spin Master Corp.	4.9%
Alcanna Inc.	4.9%
Stericycle Inc.	4.8%
Winpak Ltd.	4.7%
Park Lawn Corp.	4.7%
NFI Group Inc.	4.5%
Brick Brewing Co. Ltd.	4.4%
Uni-Select Inc.	4.4%
AG Growth International Inc.	4.3%
Oshkosh Corp.	4.2%
Intertape Polymer Group Inc.	4.2%
Dream Global Real Estate Investment Trust	4.2%
WABCO Holdings Inc.	4.1%
Cargojet Inc.	4.0%
Diversified Royalty Corp/	3.8%
Parkland Fuel Corp.	3.7%
Exchange Income Corp.	3.6%
Points International Ltd.	3.2%
Northland Power Inc.	2.9%
Cardinal Energy Ltd.	2.0%
DHX Media Ltd.	1.3%

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