
Steadyhand

Semi-Annual Financial Statements

June 30, 2018 (unaudited)

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



Unaudited Interim Financial Statements for the Six-Month Period Ended June 30, 2018

MANAGEMENT RESPONSIBILITY FOR FINANCIAL REPORTING

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

NOTICE TO UNITHOLDERS

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

Steadyhand Investment Management Ltd.

“Thomas A. Bradley”
President

“Elaine Y.L. Davison”
Chief Financial Officer

August 27, 2018

STEADYHAND SAVINGS FUND

Statements of Financial Position (unaudited)

June 30, 2018 and December 31, 2017

	Note	June 2018	Dec 2017
Assets			
Cash		\$ 8,749	\$ 39,911
Subscriptions receivable		24,200	120,500
Interest and dividends receivable		132,753	169,185
Investments		86,644,524	94,236,213
		<hr/>	<hr/>
		86,810,226	94,565,809
Liabilities			
Redemptions payable		-	33,715
Management fees payable	4	4,450	4,821
Distribution payable		108,057	2,659
		<hr/>	<hr/>
		112,507	41,195
Net assets attributable to holders of redeemable units			
		<hr/>	<hr/>
		\$ 86,697,719	\$ 94,524,614
Represented by:			
Series A		\$ 28,762,770	\$ 30,120,056
Series O		57,934,949	64,404,558
		<hr/>	<hr/>
		\$ 86,697,719	\$ 94,524,614
Number of units outstanding:			
Series A	5	2,876,265	3,012,013
Series O		5,793,506	6,440,467
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Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 10.00	\$ 10.00
Series O		10.00	10.00

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

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

/S/Tom Bradley
Director

/S/Neil Jensen
Director

STEADYHAND SAVINGS FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Revenue:			
Interest income		\$ 652,036	\$ 305,702
Total revenue		652,036	305,702
Expenses:			
Management fees	4	27,852	20,025
Independent review committee fees		2,050	2,059
Total operating expenses		29,902	22,084
Management fee reductions		(7,568)	(4,979)
Expenses waived or absorbed by Manager		(2,050)	(2,059)
		(9,618)	(7,038)
Net operating expenses		20,284	15,046
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		631,752	290,656
Distributions to holders of redeemable units:			
From net investment income		(624,184)	(285,677)
Management fee reductions		(7,568)	(4,979)
		(631,752)	(290,656)
Increase in net assets attributable to holders of redeemable units			
		\$ -	\$ -
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ -	\$ -
Series O		-	-
		\$ -	\$ -
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 194,232	\$ 71,520
Series O		437,520	219,136
		\$ 631,752	\$ 290,656
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.07	\$ 0.04
Series O		0.07	0.04

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

STEADYHAND SAVINGS FUND

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

Six months ended June 30, 2018 and 2017

Series A	Note	2018	2017
Balance, beginning of period		\$ 30,120,056	\$ 19,188,827
Increase in net assets attributable to holders of redeemable units		-	-
Redeemable unit transactions:			
Issue of redeemable units		12,855,486	14,178,124
Reinvestments of distributions		155,219	58,841
Redemption of redeemable units		(14,367,973)	(12,604,349)
Net increase (decrease) from redeemable unit transactions		(1,357,286)	1,632,616
Balance, end of period		\$ 28,762,770	\$ 20,821,443

Series O	Note	2018	2017
Balance, beginning of period		\$ 64,404,558	\$ 46,980,413
Increase in net assets attributable to holders of redeemable units		-	-
Redeemable unit transactions:			
Issue of redeemable units		8,515,237	9,690,000
Reinvestment of distributions		365,154	181,357
Redemption of redeemable units		(15,350,000)	(300,000)
Net increase (decrease) from redeemable unit transactions		(6,469,609)	9,571,357
Balance, end of period		\$ 57,934,949	\$ 56,551,770

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

STEADYHAND SAVINGS FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 234,837,020	\$ 150,643,524
Purchases of investments		(227,245,331)	(162,182,180)
Interest and dividends received		688,468	348,172
Management fees paid		(20,655)	(14,835)
		8,259,502	(11,205,319)
Financing activities:			
Proceeds from issue of redeemable units		21,467,005	24,111,609
Payments on redemption of redeemable units		(29,751,688)	(12,847,349)
Cash distributions paid to holders of redeemable units		(5,981)	(855)
		(8,290,664)	11,263,405
Increase (decrease) in cash		(31,162)	58,086
Cash, beginning of year		39,911	50,193
Cash, end of year		\$ 8,749	\$ 108,279

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

STEADYHAND SAVINGS FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2018

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Short-Term Investments - Treasury Bills:						
Province of Alberta	1.451%	07/30/2018	\$ 5,000,000	\$ 4,975,782	\$ 4,975,781	
Province of New Brunswick	1.369%	07/05/2018	1,400,000	1,397,746	1,397,746	
Province of Ontario	1.461%	09/26/2018	1,850,000	1,841,773	1,841,773	
Total short-term investments – Treasury Bills				8,215,301	8,215,300	9.5
Short-Term Investments – Promissory Notes:						
Province of Alberta PN	1.478%	09/04/2018	3,000,000	2,990,190	2,990,190	
Province of British Columbia PN	1.420%	08/07/2018	2,800,000	2,788,716	2,788,716	
Province of Newfoundland and Labrador PN	1.478%	09/06/2018	4,800,000	4,783,728	4,783,728	
Province of Saskatchewan PN	1.419%	07/20/2018	5,450,000	5,424,276	5,424,276	
Province of Saskatchewan PN	1.520%	10/17/2018	2,000,000	1,990,140	1,990,140	
Total short-term investments – Promissory Notes				17,977,050	17,977,050	20.7
Short-Term Investments - Bankers' Acceptance:						
Bank of Montreal BA	1.649%	08/08/2018	6,250,000	6,231,668	6,231,668	
Bank of Nova Scotia BA	1.649%	09/25/2018	2,500,000	2,489,875	2,489,875	
Canadian Imperial Bank of Commerce BA	1.641%	07/30/2018	2,250,000	2,241,501	2,241,501	
Canadian Imperial Bank of Commerce BA	1.810%	10/26/2018	1,000,000	991,350	991,350	
Canadian Imperial Bank of Commerce BA	1.850%	11/09/2018	1,600,000	1,585,706	1,585,706	
HSBC Canada BA	1.699%	09/24/2018	4,200,000	4,182,864	4,182,864	
Royal Bank of Canada BA	1.660%	09/04/2018	2,000,000	1,992,300	1,992,300	
Royal Bank of Canada BA	1.641%	09/20/2018	3,200,000	3,186,861	3,186,861	
Total short-term investments - Bankers' Acceptance				22,902,125	22,902,125	26.4
Short-Term Investments - Discount Commercial Paper:						
Altalink LP CP	1.729%	08/29/2018	1,200,000	1,194,792	1,194,792	
Altalink LP CP	1.748%	10/01/2018	1,000,000	995,470	995,470	
Daimler Canada Finance Inc. CP	1.659%	07/24/2018	2,350,000	2,340,530	2,340,530	
Enbridge Pipelines Inc. CP	1.827%	07/18/2018	2,950,000	2,947,198	2,947,198	
Greater Toronto Airport Authority CP	1.700%	09/10/2018	3,800,000	3,783,964	3,783,964	
Honda Canada Finance Inc. CP	1.649%	09/24/2018	3,000,000	2,988,120	2,988,120	
Hydro One Inc. CP	1.679%	09/13/2018	3,350,000	3,337,873	3,337,873	
Inter Pipeline (Corridor) Inc. CP	1.618%	07/24/2018	1,500,000	1,498,140	1,498,140	
Inter Pipeline (Corridor) Inc. CP	1.750%	08/21/2018	1,500,000	1,493,625	1,493,625	
Suncor Energy CP	1.728%	09/25/2018	3,000,000	2,987,130	2,987,130	
Total short-term investments - Discount Commercial Paper				23,566,842	23,566,842	27.2
Short-Term Investments - Bearer Deposit Notes:						
Toronto-Dominion Bank of Canada BDN	1.829%	10/24/2018	1,050,000	1,040,613	1,040,613	
Toronto-Dominion Bank of Canada BDN	1.840%	11/05/2018	1,750,000	1,734,098	1,734,098	
Total short-term investments - Bearer Deposit Notes				2,774,711	2,774,711	3.2
Total short-term investments				75,436,028	75,436,028	87.0
Bonds						
Corporate Bonds:						
Bank of Nova Scotia FRN CP	1.780%	10/12/2018	1,700,000	1,700,000	1,700,000	
Bank of Nova Scotia FRN CP	1.738%	03/22/2019	2,000,000	2,000,000	2,000,000	
BMW Canada Inc. FRN CP	1.841%	02/06/2020	2,500,000	2,500,000	2,500,000	
Canadian Imperial Bank of Commerce CP	2.068%	01/17/2019	1,000,000	1,000,000	1,000,000	
Toronto-Dominion Bank FRN CP	1.788%	07/31/2019	1,000,000	1,000,000	1,000,000	
Toyota Credit Canada FRN CP	1.846%	07/24/2020	1,000,000	1,000,000	1,000,000	
Toyota Credit Canada FRN CP	2.046%	10/13/2020	2,000,000	2,008,496	2,008,496	
Total corporate bonds				11,208,496	11,208,496	12.9
Total Bonds				11,208,496	11,208,496	12.9
Total Investment Portfolio				\$ 86,644,525	86,644,524	99.9
Other Net Assets					53,195	0.1
Total Net Assets				\$ 86,697,719		100.0

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

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 9.

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

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

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

(a) Credit risk:

The majority of the credit risk to which the Fund is exposed is concentrated in debt securities. Credit risk arising from other financial instruments is not considered significant. At June 30, 2018 and December 31, 2017, the Fund was invested in debt securities with the following credit quality:

	June 2018	Dec 2017	June 2018	Dec 2017
Rating:				
AAA	\$ 39,663,076	\$ 36,772,399	45.7%	39.0%
AA	39,781,448	44,615,325	45.9%	47.3%
A	7,200,000	12,848,489	8.3%	10.4%
Total	\$ 84,644,524	\$ 94,236,213	99.9%	96.7%

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund has no derivative liabilities as at the period end (Dec 2017 - nil).

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk:

(i) Interest rate risk:

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

June 30, 2018	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
Debt securities	\$ 20,825,172	\$ 46,273,479	\$ 13,037,377	\$6,508,496	\$ -	\$ 86,644,524

December 31, 2017	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
Debt securities	\$ 31,414,809	\$ 54,967,970	\$ 6,853,434	\$ 1,000,000	\$ -	\$ 94,236,213

The Manager has determined that a fluctuation in interest rates of 25 basis points is reasonably possible, considering the economic environment in which the Fund operates. As at June 30, 2018, had interest rates increased or decreased by 25 basis points, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$216,611 (December 31, 2017 - increased or decreased by \$235,591). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Currency risk:

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

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2018 or December 31, 2017. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2018:

	Coupon rate	Maturity date	Percentage of net assets
Bank of Montreal B/A	1.649%	August 8, 2018	7.2%
Province of Saskatchewan Promissory Note	1.419%	July 20, 2018	6.3%
Province of Alberta Promissory Note	1.451%	July 30, 2018	5.7%
Province of Newfoundland and Labrador Promissory Note	1.478%	September 6, 2018	5.5%

At December 31, 2017:

	Coupon rate	Maturity date	Percentage of net assets
Province of Manitoba Treasury Bill	1.018%	March 1, 2018	9.3%
Province of Quebec Promissory Note	1.031%	February 2, 2018	6.7%
Toronto-Dominion Bank Bankers Acceptance	1.400%	March 12, 2018	5.4%
Royal Bank of Canada Bankers Acceptance	1.301%	February 21, 2018	5.2%

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk (continued):

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

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

As at June 30, 2018 and December 31, 2017, the Fund did not have significant exposure to other price risk.

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 10.

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

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

All fair value measurements below are recurring.

June 30, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ -	\$ 86,644,524	\$ -	\$ 86,644,524

December 31, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ -	\$ 94,236,213	\$ -	\$ 94,236,213

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2018 and December 31, 2017.

STEADYHAND INCOME FUND

Statements of Financial Position (unaudited)

June 30, 2018 and December 31, 2017

	Note	June 30, 2018	December 31 2017
Assets			
Cash		\$ 299,419	\$ -
Balances due from brokers		6,503,673	1,242,118
Subscriptions receivable		3,300	1,075,448
Interest and dividends receivable		1,111,479	1,069,506
Derivative assets:			
Forwards		29,428	-
Futures		99,695	224,407
Investments		249,151,829	243,525,143
		257,198,823	247,136,622
Liabilities			
Bank indebtedness		-	89,649
Balances due to brokers		3,693,022	1,124,792
Redemptions payable		14,635	27,055
Management fees payable	4	72,770	76,383
Distribution payable		1,013,669	-
		4,794,096	1,317,879
Net assets attributable to holders of redeemable units		\$ 252,404,727	\$ 245,818,743
Represented by:			
Series A		\$ 87,333,814	\$ 91,949,476
Series O		165,070,913	153,869,267
		\$ 252,404,727	\$ 245,818,743
Number of units outstanding:	5		
Series A		8,093,116	8,457,035
Series O		14,432,867	13,444,221
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 10.79	\$ 10.87
Series O		11.44	11.45

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

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

/S/Tom Bradley
Director

/S/Neil Jensen
Director

STEADYHAND INCOME FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Revenue:			
Interest income		\$ 2,626,442	\$ 2,193,842
Dividend income		899,552	705,633
Distributions received from underlying fund		100,440	102,913
Other income		76,638	37,632
Foreign exchange gain		72,561	1,278
Changes in fair value of investments and derivatives:	10		
Net realized gain (loss)		(865,691)	1,132,126
Net change in unrealized appreciation (depreciation) - investments		(1,032,798)	615,937
Total revenue		1,877,144	4,789,361
Expenses:			
Management fees	4	461,792	501,857
Withholding taxes		-	528
Transaction costs	7	26,205	23,498
Independent review committee fees		2,050	2,059
Total operating expenses		490,047	527,942
Management fee reductions		(109,642)	(111,752)
Expenses waived or absorbed by Manager		(2,050)	(2,059)
		(111,692)	(113,811)
Net operating expenses		378,355	414,131
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		1,498,789	4,375,230
Distributions to holders of redeemable units:			
From net investment income		(2,023,877)	(1,710,313)
Management fee reductions		(109,642)	(111,752)
		(2,133,519)	(1,822,065)
Increase (decrease) in net assets attributable to holders of redeemable units		\$ (634,730)	\$ 2,553,165
Increase (decrease) in net assets attributable to holders of redeemable units:			
Series A		\$ (620,402)	\$ 944,354
Series O		(14,328)	1,608,811
		\$ (634,730)	\$ 2,553,165
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 227,981	\$ 1,853,423
Series O		1,270,808	2,521,807
		\$ 1,498,789	\$ 4,375,230
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.03	\$ 0.21
Series O		0.09	0.26

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

STEADYHAND INCOME FUND

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

Six months ended June 30, 2018 and 2017

Series A	Note	2018	2017
Balance, beginning of period		\$ 91,949,476	\$ 94,927,092
Increase (decrease) in net assets attributable to holders of redeemable units		(620,402)	944,354
Redeemable unit transactions:			
Issue of redeemable units		4,736,045	7,028,502
Reinvestments of distributions		459,976	476,093
Redemption of redeemable units		(9,191,281)	(5,721,915)
Net increase (decrease) from redeemable unit transactions		(3,995,260)	1,782,680
Balance, end of period		\$ 87,333,814	\$ 97,654,126

Series O	Note	2018	2017
Balance, beginning of period		\$ 153,869,267	\$ 92,407,387
Increase (decrease) in net assets attributable to holders of redeemable units		(14,328)	1,608,811
Redeemable unit transactions:			
Issue of redeemable units		10,580,317	24,380,000
Reinvestment of distributions		635,657	445,786
Net increase from redeemable unit transactions		11,215,974	24,825,786
Balance, end of period		\$ 165,070,913	\$ 118,841,984

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

STEADYHAND INCOME FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 357,846,790	\$ 282,522,774
Purchase of investments		(365,766,029)	(310,806,662)
Realized gain (loss) on futures		390,361	86,131
Realized loss on forwards		72,442	-
Interest and dividends received		3,661,099	2,981,357
Balances due from broker		(5,261,555)	(803,967)
Balances due to broker		2,568,230	969,336
Management fees paid		(348,537)	(394,384)
Foreign withholding taxes paid		-	(528)
		(6,837,199)	(25,445,943)
Financing activities:			
Proceeds from issue of redeemable units		16,388,510	31,445,640
Payments on redemption of redeemable units		(9,203,701)	(5,588,914)
Cash distributions paid to holders of redeemable units		(24,217)	(29,808)
		7,160,592	25,826,918
Increase in cash		323,393	380,975
Cash (bank indebtedness), beginning of period		(89,649)	327,853
Effect of exchange rate fluctuations on cash		65,675	(808)
Cash, end of period		\$ 299,419	\$ 708,020

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

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2018

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Short-Term Investments - Bankers' Acceptance:						
Bank of Montreal BA	1.620%	08/08/2018	900,000	897,470	897,470	
Bank of Nova Scotia BA	1.661%	07/30/2018	400,000	398,517	398,517	
Bank of Nova Scotia BA	1.651%	09/05/2018	1,500,000	1,493,868	1,493,868	
Bank of Nova Scotia BA	1.651%	09/11/2018	3,200,000	3,187,168	3,187,168	
Bank of Nova Scotia BA	1.622%	09/18/2018	3,450,000	3,436,407	3,436,407	
Bank of Nova Scotia BA	1.631%	09/18/2018	1,450,000	1,444,580	1,444,580	
Canadian Imperial Bank of Commerce BA	1.660%	09/04/2018	1,250,000	1,245,300	1,245,300	
Canadian Imperial Bank of Commerce BA	1.692%	09/28/2018	600,000	597,477	597,477	
Royal Bank of Canada BA	1.639%	09/24/2018	350,000	348,576	348,576	
Total short-term investments - Bankers' Acceptance				13,049,363	13,049,363	5.2
Total short-term investments						
				13,049,363	13,049,363	5.2
Federal Bonds:						
Canada	1.000%	09/01/2022	2,087,000	1,994,522	2,000,771	
Canada	1.750%	03/01/2023	543,000	537,190	535,475	
Canada	2.000%	09/01/2023	6,954,000	6,955,089	6,922,457	
Canada	2.500%	06/01/2024	425,000	435,405	434,002	
Canada	1.500%	06/01/2026	432,000	414,027	411,920	
Canada	5.750%	06/01/2033	516,000	763,037	747,389	
Canada	5.000%	06/01/2037	4,759,000	6,769,850	6,805,269	
Canada	4.000%	06/01/2041	1,935,000	2,512,844	2,549,727	
Canada	2.750%	12/01/2048	548,000	616,905	614,281	
Canada Housing Trust No.1	2.400%	12/15/2022	1,458,000	1,471,710	1,461,591	
Canada Housing Trust No.1	2.350%	09/15/2023	1,419,000	1,437,319	1,415,408	
CPPIB Capital Inc.	3.000%	06/15/2028	660,000	660,000	667,539	
Total federal bonds				24,567,898	24,565,830	9.6
Provincial Bonds:						
Province of Alberta	1.600%	09/01/2022	895,000	894,124	865,652	
Province of Alberta	2.550%	12/15/2022	2,702,000	2,711,808	2,712,380	
Province of Alberta	3.100%	06/01/2024	855,000	899,622	878,454	
Province of Alberta	2.350%	06/01/2025	651,000	643,435	638,332	
Province of Alberta	2.550%	06/01/2027	309,000	299,081	303,159	
Province of Alberta	2.900%	12/01/2028	1,033,000	1,029,292	1,037,571	
Province of Alberta	3.300%	12/01/2046	1,867,000	1,888,716	1,974,294	
Province of Alberta	3.050%	12/01/2048	1,874,000	1,879,136	1,899,991	
Province of Manitoba	2.600%	06/02/2027	1,352,000	1,327,745	1,325,038	
Province of Manitoba	6.300%	03/05/2031	140,000	186,147	188,182	
Province of Manitoba	4.600%	03/05/2038	103,000	120,343	125,853	
Province of New Brunswick	5.500%	01/27/2034	5,000	6,389	6,455	
Province of New Brunswick	4.550%	03/26/2037	528,000	627,977	630,910	
Province of New Brunswick	3.550%	06/03/2043	190,000	209,118	201,843	
Province of New Brunswick	3.800%	08/14/2045	267,000	265,080	296,596	
Province of Newfoundland and Labrador	2.300%	06/02/2025	864,000	836,117	838,636	
Province of Newfoundland and Labrador	3.000%	06/02/2026	443,000	442,486	447,580	
Province of Newfoundland and Labrador	2.850%	06/02/2028	1,912,000	1,906,302	1,893,049	
Province of Nova Scotia	4.700%	06/01/2041	76,000	83,265	96,480	
Province of Ontario	2.850%	06/02/2023	19,786,000	20,191,196	20,081,622	
Province of Ontario	2.600%	09/08/2023	1,118,000	1,117,251	1,120,623	
Province of Ontario	3.500%	06/02/2024	7,483,000	7,858,427	7,842,066	
Province of Ontario	2.650%	02/05/2025	1,088,000	1,085,378	1,088,807	
Province of Ontario	2.600%	06/02/2025	5,829,000	5,758,294	5,797,842	
Province of Ontario	6.500%	03/08/2029	214,000	294,759	284,427	
Province of Ontario	5.850%	03/08/2033	514,000	701,656	689,757	
Province of Ontario	5.600%	06/02/2035	370,000	500,680	497,929	
Province of Ontario	4.700%	06/02/2037	741,000	913,023	922,429	
Province of Ontario	3.500%	06/02/2043	1,351,000	1,451,538	1,465,076	
Province of Ontario	2.900%	12/02/2046	755,000	737,881	738,191	
Province of Ontario	2.800%	06/02/2048	2,209,000	2,111,197	2,121,679	
Province of Ontario	2.900%	06/02/2049	982,000	930,766	962,937	
Province of Quebec	2.450%	03/01/2023	316,000	315,542	316,438	
Province of Quebec	3.000%	09/01/2023	17,323,000	18,006,590	17,720,706	

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2018

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Provincial Bonds (continued):						
Province of Quebec	3.750%	09/01/2024	1,673,000	1,782,080	1,781,731	
Province of Quebec	3.500%	12/01/2045	206,000	217,474	226,214	
Province of Quebec	3.500%	12/01/2048	6,347,000	6,869,902	7,033,375	
Province of Saskatchewan	2.650%	06/02/2027	1,871,000	1,853,559	1,849,193	
Province of Saskatchewan	3.300%	06/02/2048	3,172,000	3,259,105	3,374,743	
Total provincial bonds				92,212,481	92,276,238	36.5
Corporate Bonds:						
407 International Inc. CP	2.470%	09/08/2022	436,000	430,101	428,742	
407 International Inc. CP	3.650%	09/08/2044	307,000	298,125	313,808	
407 International Inc. CP	3.830%	05/11/2046	623,000	641,543	653,644	
407 International Inc. CP	3.600%	05/21/2047	46,000	45,393	46,554	
Altagas Ltd. CP	4.400%	03/15/2024	225,000	234,086	235,095	
Altagas Ltd. CP	4.990%	10/04/2047	534,000	550,904	557,844	
Altalink LP CP	5.381%	03/26/2040	277,000	348,092	354,672	
Altalink LP CP	4.922%	09/17/2043	234,000	291,762	288,580	
Altalink LP CP	4.090%	06/30/2045	108,000	116,551	118,634	
Bank of Montreal CP	1.880%	03/31/2021	4,698,000	4,600,397	4,598,607	
Bank of Montreal CP	3.400%	04/23/2021	3,738,000	3,838,277	3,808,245	
Bank of Montreal CP	1.610%	10/28/2021	4,841,000	4,662,643	4,667,882	
Bank of Montreal CP	2.890%	06/20/2023	628,000	627,887	626,923	
Bell Canada CP	4.750%	09/29/2044	276,000	296,118	293,272	
Bell Canada CP	4.350%	12/18/2045	139,000	140,015	139,373	
Bell Canada CP	4.450%	02/27/2047	413,000	419,379	420,606	
Canadian Imperial Bank of Commerce CP	2.300%	07/11/2022	720,000	707,342	705,712	
Canadian Tire Corp. Ltd. CP	3.167%	07/06/2023	474,000	474,000	476,116	
Capital Power Corp. CP	4.284%	09/18/2024	503,000	507,353	509,727	
Choice Properties LP CP	3.600%	04/20/2020	125,000	130,695	126,739	
Choice Properties REIT CP	3.498%	02/08/2021	500,000	522,595	507,179	
Choice Properties REIT CP	3.196%	03/07/2023	633,000	636,481	630,238	
Choice Properties REIT CP	4.903%	07/05/2023	610,000	680,728	650,926	
Choice Properties REIT CP	4.293%	02/08/2024	296,000	319,641	307,340	
Choice Properties REIT CP	4.055%	11/24/2025	475,000	484,653	484,223	
Choice Properties REIT CP	4.178%	03/08/2028	840,000	840,000	849,900	
CU Inc. CP	5.580%	05/26/2038	130,000	165,169	167,876	
CU Inc. CP	4.543%	10/24/2041	1,156,000	1,316,248	1,338,699	
CU Inc. CP	4.722%	09/09/2043	744,000	890,102	888,324	
CU Inc. CP	3.964%	07/27/2045	271,000	287,810	290,647	
Empire Life Insurance CP	3.383%	12/16/2026	309,000	309,000	309,839	
Empire Life Insurance CP	3.664%	03/15/2028	726,000	727,858	731,606	
Enbridge Inc. CP	3.940%	06/30/2023	600,000	629,892	618,383	
Enbridge Inc. CP	3.200%	06/08/2027	164,000	156,440	156,531	
Enbridge Inc. CP	4.240%	08/27/2042	638,000	586,622	612,104	
Enbridge Inc. CP	4.570%	03/11/2044	1,195,000	1,196,752	1,203,079	
Enbridge Inc. CP	5.375%	09/27/2077	837,000	802,680	796,239	
Enbridge Inc. CP	6.625%	04/12/2078	207,000	207,000	213,581	
Enbridge Income Fund CP	3.950%	11/29/2024	425,000	432,804	434,571	
Enbridge Income Fund CP	4.870%	11/21/2044	371,000	379,778	383,585	
Enbridge Pipelines Inc. CP	4.550%	09/29/2045	87,000	92,160	93,130	
First Capital Realty Inc. CP	4.323%	07/31/2025	527,000	558,040	544,125	
First Capital Realty Inc. CP	3.604%	05/06/2026	344,000	343,092	337,730	
Greater Toronto Airports Authority CP	7.050%	06/12/2030	101,000	142,892	140,485	
Greater Toronto Airports Authority CP	7.100%	06/04/2031	151,000	218,670	213,736	
H&R REIT CP	3.369%	01/30/2024	665,000	665,784	654,021	
Hydro One Inc. CP	7.350%	06/03/2030	231,000	336,375	318,110	
Hydro One Inc. CP	6.930%	06/01/2032	264,000	363,440	362,899	
Hydro One Inc. CP	6.350%	01/31/2034	259,000	355,918	346,405	
Hydro One Inc. CP	4.390%	09/26/2041	49,000	51,687	54,960	
Hydro One Inc. CP	4.170%	06/06/2044	298,000	321,281	325,637	
Hydro One Inc. CP	3.630%	06/25/2049	368,000	367,934	368,254	
Intact Financial Corp. CP	4.700%	08/18/2021	329,000	358,071	347,679	
Intact Financial Corp. CP	2.850%	06/07/2027	814,000	806,173	777,649	
Ivanhoe Cambridge II CP	2.909%	06/27/2023	359,000	359,000	358,177	
Loblaw Cos Ltd CP	6.500%	01/22/2029	490,000	614,761	595,914	
Manulife Financial Corp. CP	3.317%	05/09/2028	781,000	781,000	784,679	

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2018

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Corporate Bonds (continued):						
North West Redwater Partnership CP	4.250%	06/01/2029	53,000	57,307	56,521	
Ontario Power Generation Inc. CP	3.838%	06/22/2048	459,000	459,000	463,260	
Plenary Properties LTAP LP CP	6.288%	01/31/2044	57,292	72,520	75,260	
RBC Yield Curve Deposit Note Series 19	1.586%	10/19/2018	2,378,000	2,383,945	2,310,939	
Rogers Communications Inc. CP	6.680%	11/04/2039	88,000	119,262	116,743	
Rogers Communications Inc. CP	6.110%	08/25/2040	99,000	124,249	123,689	
Royal Bank of Canada CP	2.860%	03/04/2021	1,377,000	1,427,591	1,383,543	
Royal Bank of Canada CP	1.650%	07/15/2021	2,015,000	1,956,941	1,952,394	
Royal Bank of Canada CP	2.949%	05/01/2023	1,013,000	1,013,000	1,014,963	
Shaw Communications Inc. CP	6.750%	11/09/2039	209,000	263,183	263,295	
Smart REIT CP	2.876%	03/21/2022	987,000	996,411	974,368	
Smart REIT CP	3.444%	08/28/2026	167,000	164,403	160,922	
TELUS Corp. CP	4.400%	04/01/2043	68,000	68,747	67,225	
TELUS Corp. CP	4.850%	04/05/2044	653,000	693,412	689,865	
TELUS Corp. CP	4.750%	01/17/2045	117,000	121,728	122,031	
TELUS Corp. CP	4.400%	01/29/2046	402,000	396,131	397,403	
TransCanada Pipelines Ltd. CP	8.050%	02/17/2039	197,000	309,749	300,756	
TransCanada Pipelines Ltd. CP	4.550%	11/15/2041	308,000	328,422	326,203	
TransCanada Pipelines Ltd. CP	4.350%	06/06/2046	816,000	833,499	841,046	
TransCanada Pipelines Ltd. CP	4.330%	09/16/2047	318,000	323,918	326,526	
TransCanada Pipelines Ltd. CP	4.180%	07/03/2048	331,000	330,887	329,876	
Total corporate bonds				50,113,499	49,866,063	19.8
Bonds – United States:						
United States Treasury	3.125%	05/15/2048	2,074,000	2,819,085	2,815,560	
Total bonds – United States				2,819,085	2,815,560	1.1
Total Bonds				169,712,963	169,523,693	67.0
Equities						
Equities - Oil and Gas:						
ARC Resources Ltd.			69,800	1,200,156	947,884	
Canadian Natural Resources Ltd.			24,700	1,114,063	1,300,130	
Keyera Corp.			38,094	1,465,380	1,393,479	
Pembina Pipeline Corp.			24,100	968,801	1,097,273	
Suncor Energy Inc.			21,600	821,011	1,155,600	
Vermillion Energy Inc.			32,400	1,419,269	1,536,084	
Whitecap Resources Inc.			97,200	945,951	866,052	
Total equities - oil and gas				7,947,772	8,296,502	3.3
Equities – Industrial Goods and Services:						
CAE Inc.			22,500	504,966	614,475	
Canadian National Railway Co.			24,400	2,191,527	2,623,732	
Finning International Inc.			13,900	369,163	451,055	
SNC-Lavalin Group Inc.			13,700	761,977	795,422	
WSP Global Inc.			10,824	474,643	749,237	
Total equities – industrial goods and services				4,302,276	5,233,921	2.1
Equities - Consumer Cyclical:						
Thomson Reuters			25,500	1,431,137	1,352,775	
Total equities - consumer cyclical				1,431,137	1,352,775	0.6
Equities - Consumer Products:						
Cott Corp.			77,674	1,391,848	1,691,740	
Maple Leaf Foods Inc.			23,000	710,809	764,520	
Total equities - consumer products				2,102,657	2,456,260	1.0
Equities - Financial Services:						
Bank of Nova Scotia			44,000	3,155,239	3,275,360	
Brookfield Asset Management Ltd.			8,100	402,073	431,973	
Intact Financial Corp.			11,900	1,007,612	1,109,675	
Manulife Financial Corp.			71,400	1,610,647	1,686,468	
Royal Bank of Canada			47,200	4,022,301	4,672,328	
Sun Life Financial Inc.			15,500	672,399	818,865	

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2018

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities - Financial Services (continued):						
TMX Group Ltd.			4,400	296,751	379,192	
Toronto Dominion Bank			68,779	4,017,462	5,233,394	
Total equities - financial services				15,184,484	17,607,255	7.0
Equities - Real Estate:						
Allied Property REIT			74,300	2,854,268	3,109,455	
Brookfield Properties LP			57,473	1,461,863	1,435,101	
Canadian Apartment Properties REIT			84,400	2,669,647	3,597,972	
Chartwell Retirement Residences			167,062	2,113,341	2,561,060	
First Capital Realty Inc.			104,300	2,126,761	2,154,838	
Total equities - real estate				11,225,880	12,858,426	5.1
Equities - Technology:						
Maxar Technologies Ltd.			6,900	522,705	455,400	
Total equities - technology				522,705	455,400	0.2
Equities - Communications and Media:						
Rogers Communications Inc. Class B			25,900	1,430,944	1,617,196	
Shaw Communications Inc. Class B			40,300	1,086,138	1,079,234	
TELUS Corp.			38,300	1,762,162	1,788,610	
Total equities - communications and media				4,279,244	4,485,040	1.8
Equities - Utilities and Pipelines:						
Algonquin Power & Utilities Corp.			60,700	747,636	770,890	
Brookfield Infrastructure Partners LP			40,760	1,533,018	2,055,934	
Enbridge Income Fund Holdings Inc.			36,700	1,045,079	1,183,208	
Northland Power Inc.			22,600	528,508	554,378	
TransCanada Corp.			19,400	1,185,167	1,103,472	
Total equities - utilities and pipelines				5,039,408	5,667,882	2.2
Equities - Retailing:						
Loblaw Cos Ltd.			25,000	1,548,746	1,690,000	
Metro Inc.			13,300	544,413	594,377	
Total equities - retailing				2,093,159	2,284,377	0.9
Equities - Basic Materials:						
Nutrien Ltd.			12,339	757,921	882,485	
Total equities - basic materials				757,921	882,485	0.3
Total Equities				\$ 54,873,502	\$ 61,580,323	24.6
Pooled Investment Funds						
CC&L High Yield Bond Fund, Series I			536,441	5,395,508	4,998,450	2.0
Transaction Costs						
				(36,611)		
Total Investment Portfolio				242,994,725	249,151,829	98.8
Derivatives:						
Total unrealized gain on forwards contracts (Schedule 1)					29,428	-
Total unrealized gain on futures contracts (Schedule 2)					99,695	-
Other Net Assets					3,123,775	1.2
Total Net Assets					\$ 252,404,727	100.0

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

STEADYHAND INCOME FUND

Foreign Currency Forward Contracts (unaudited)

Schedule 1

As at June 30, 2018

Description	Maturity date	Currency Amount	Contracted Amount	Unrealized gain (loss)
US Dollar Forward	Sept. 20, 2019	\$1,421,113	\$1,402,993	\$18,120
US Dollar Forward	Sept. 20, 2019	1,427,409	1,416,101	\$11,308
				<u>\$29,428</u>

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

STEADYHAND INCOME FUND

Futures Contracts (unaudited)

Schedule 2

As at June 30, 2018

Description	Maturity date	Number of contracts	Fair value	Unrealized gain (loss)
Montreal 10 Year Canadian Bond Futures	March 20, 2018	1	\$ 136,710	
Margins			(37,015)	
Future contracts			\$	136,710
Margin requirement				(37,015)
			\$	99,695

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

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 9.

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

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

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

(a) Credit risk:

The majority of the credit risk to which the Fund is exposed is concentrated in debt securities. Debt securities include short-term investments, bonds and futures contracts. Credit risk arising from other financial instruments is not considered significant. As at June 30, 2018 and December 31, 2017, the Fund was invested in debt securities with the following credit quality:

	June 2018	Dec 2017	June 2018	Dec 2017
Rating:				
AAA	\$ 40,460,180	\$ 50,099,551	16.0%	20.3%
AA	45,124,537	45,073,268	17.9%	18.3%
A	79,390,426	50,072,619	31.5%	20.4%
BBB	17,725,957	22,858,999	7.0%	9.3%
Total	\$ 182,701,100	\$ 168,014,437	72.4%	68.3%

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. As at June 30, 2018 and December 31, 2017, the Fund had no derivative liabilities.

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk:

(i) Interest rate risk:

The majority of interest rate risk arises from debt securities held in the Fund's investment portfolio. Debt securities include short-term investments, bonds and futures. Future contracts are not subject to interest rate risks and are excluded from analysis below. A summary of the Fund's interest rate exposure analyzed by the earlier of contractual re-pricing or maturity date is as follows.

	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
June 30, 2018						
Debt securities	\$ 398,518	\$ 12,650,846	\$ 2,310,939	\$ 50,723,702	\$ 116,489,050	\$ 182,573,055
December 31, 2017						
Debt securities	\$ 4,486,785	\$ 10,416,379	\$ 1,912,303	\$ 35,097,000	\$ 115,744,269	\$ 167,656,736

The Manager has determined that a fluctuation in interest rates of 25 basis points is reasonably possible, considering the economic environment in which the Fund operates. As at June 30, 2018, had interest rates increased or decreased by 25 basis points, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$456,433 (December 31, 2017 - increased or decreased by \$419,142). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Currency risk:

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

Currency	June 30, 2018		December 31, 2017	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States dollar	\$ 310.7	0.1%	\$ 272.0	0.1%

As at June 30, 2018, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$3,107 (December 31, 2017- increased or decreased by approximately \$2,720). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2018 and December 31, 2017. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2018:

	Coupon rate	Maturity date	Percentage of net assets
Province of Ontario Provincial Bond	2.850%	02 June 2023	8.0%
Province of Quebec Provincial Bond	3.000%	01 Sept 2023	7.0%

At December 31, 2017:

	Coupon rate	Maturity date	Percentage of net assets
Province of Ontario Provincial Bond	2.600%	02 June 2027	5.7%

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

Indexes	June 30, 2018		December 31, 2017	
	5% Increase	5% Decrease	5% Increase	5% Decrease
DEX Universe Bond Index	\$ 8,476,185	\$ (8,476,185)	\$ 7,637,678	\$ (7,637,678)
S&P/TSX Composite Index	3,328,939	(3,328,939)	3,793,420	(3,793,420)
Total	\$ 11,805,124	\$ (11,805,124)	\$ 11,431,098	\$ (11,431,098)

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

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 10.

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

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

All fair value measurements below are recurring.

June 30, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 66,578,776	\$ 182,573,053	\$ -	\$ 249,151,829
Derivative assets	129,123	-	-	129,123
	\$ 66,707,899	\$ 182,573,053	\$ -	\$ 249,280,952

December 31, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 75,868,407	\$ 167,656,736	\$ -	\$ 243,525,143
Derivative assets	224,407	-	-	224,407
	\$ 76,092,814	\$ 167,656,736	\$ -	\$ 243,749,550

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2018 and December 31, 2017.

STEADYHAND FOUNDERS FUND

Statements of Financial Position (unaudited)

June 30, 2018 and 2017

	Note	2018	2017
Assets			
Cash		\$ 4,433,436	\$ 729,182
Subscriptions receivable		1,547	1,825,763
Interest and dividends receivable		722,109	62,858
Investments		431,702,834	397,567,296
		<hr/> 436,859,926	<hr/> 400,185,099
Liabilities			
Redemptions payable		159,654	152,004
Management fees payable	4	463,860	421,403
Distribution payable		1,444,971	137
		<hr/> 2,068,485	<hr/> 573,544
Net assets attributable to holders			
of redeemable units		\$ 434,791,441	\$ 399,611,555
<hr/>			
Number of units outstanding	5	32,110,467	29,753,328
<hr/>			
Net assets attributable to holders			
of redeemable units per unit		\$ 13.54	\$ 13.43

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

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

/S/Tom Bradley
Director

/S/Neil Jensen
Director

STEADYHAND FOUNDERS FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Revenue:			
Interest income		\$ 6,081	\$ 532
Distributions received from underlying fund		1,722,601	1,132,133
Changes in fair value of investments:			
Net realized gain		176,078	1,044,343
Net change in unrealized appreciation		7,303,189	11,302,037
Total revenue		9,207,949	13,439,045
Expenses:			
Management fees	4	2,785,849	2,203,101
Independent review committee fees		2,050	2,059
Total operating expenses		2,787,899	2,205,160
Management fee reductions		(647,627)	(481,004)
Expenses waived or absorbed by Manager		(2,050)	(2,059)
		(649,677)	(483,063)
Net operating expenses		2,138,222	1,722,097
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		7,069,727	11,716,948
Distributions to holders of redeemable units:			
From net investment income		(2,838,688)	(2,337,226)
Management fee reductions		(647,627)	(481,004)
		(3,486,315)	(2,818,230)
Increase in net assets attributable to holders of redeemable units		\$ 3,583,412	\$ 8,898,718
Increase in net assets attributable to holders of redeemable units (excluding distributions)		\$ 7,069,727	\$ 11,716,948
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions)		\$ 0.23	\$ 0.47

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

STEADYHAND FOUNDERS FUND

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

Six months ended June 30, 2018 and 2017

Series A	Note	2018	2017
Balance, beginning of period		\$ 399,611,555	\$ 303,660,872
Increase in net assets attributable to holders of redeemable units		3,583,412	8,898,718
Redeemable unit transactions:			
Issue of redeemable units		42,409,738	45,435,686
Reinvestments of distributions		1,974,804	1,590,479
Redemption of redeemable units		(12,788,068)	(10,723,788)
Net increase from redeemable unit transactions		31,596,474	36,302,377
Balance, end of period		\$ 434,791,441	\$ 348,861,967

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

STEADYHAND FOUNDERS FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 16,350,000	\$ 8,300,000
Purchase of investments		(43,006,271)	(41,806,550)
Interest and dividends received		1,069,431	657,072
Management fees paid		(2,095,765)	(1,664,168)
Operating expenses paid		1,444,834	1,193,619
		<u>(26,237,771)</u>	<u>(33,320,027)</u>
Financing activities:			
Proceeds from issue of redeemable units		44,233,954	45,225,406
Payments on redemption of redeemable units		(12,780,418)	(10,796,787)
Cash distributions paid to holders of redeemable units		(1,511,511)	(1,227,751)
		<u>29,942,025</u>	<u>33,200,868</u>
Increase (decrease) in cash		3,704,254	(119,159)
Cash, beginning of period		729,182	716,743
Cash, end of period		<u>\$ 4,433,436</u>	<u>\$ 597,584</u>

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

STEADYHAND FOUNDERS FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2018

	Number of units	Average cost	Fair value	% of net assets
Pooled Investment Funds:				
Steadyhand Equity Fund, Series O	4,539,162	\$ 64,279,181	\$ 85,938,140	
Steadyhand Global Equity Fund, Series O	7,475,847	71,511,635	83,280,193	
Steadyhand Income Fund, Series O	14,432,867	162,223,636	165,071,586	
Steadyhand Savings Fund, Series O	5,793,506	57,935,062	57,935,060	
Steadyhand Small-Cap Equity Series O	2,167,077	32,497,677	39,477,855	
Total pooled investment funds		388,447,191	431,702,834	99.3
Total Investment Portfolio		388,447,191	431,702,834	99.3
Other Net Assets			3,088,607	0.7
Total Net Assets			\$ 434,791,441	100.0

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

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management:

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

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 9.

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

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

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

(a) Credit risk:

The majority of the credit risk to which the Fund is exposed is concentrated to its holdings in underlying funds with investments in debt securities. Debt securities include short-term investments, bonds and futures contracts. Credit risk arising from other financial instruments is not considered significant. At June 30, 2018 and December 31, 2017, the Fund was invested in debt securities with the following credit quality:

	June 2018	Dec 2017	June 2018	Dec 2017
Rating:				
AAA	\$ 56,423,101	\$ 57,172,018	13.0%	14.3%
AA	56,094,885	58,454,501	12.9%	14.6%
A	56,732,334	39,846,045	13.0%	10.0%
BBB	11,592,689	14,243,392	2.7%	3.6%
Total	\$ 180,843,018	\$ 169,715,956	41.6%	42.5%

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund has no derivative liabilities as at June 30, 2018 and December 31, 2017.

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk:

(i) Interest rate risk:

The majority of interest rate risk arises from debt securities held in the Fund's investment portfolio. Futures contracts are not subject to interest rate risks and are excluded from analysis below. A summary of the Fund's interest rate exposure analyzed by the earlier of contractual re-pricing or maturity date is as follows.

	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
June 30, 2018						
Debt securities	\$ 17,634,670	\$ 39,195,481	\$ 10,223,467	\$ 37,522,329	\$ 76,183,329	\$ 180,759,276
December 31, 2017						
Debt securities	\$ 25,159,996	\$ 43,906,868	\$ 5,856,653	\$ 22,549,558	\$ 72,119,997	\$ 169,593,072

The Manager has determined that a fluctuation in interest rates of 25 basis points is reasonably possible, considering the economic environment in which the Fund operates. As at June 30, 2018, had interest rates increased or decreased by 25 basis points, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$451,898 (December 31, 2017 - increased or decreased by \$423,983). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Currency risk:

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

Currency	June 30, 2018		December 31, 2017	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 41,534.3	9.6%	\$ 40,646.2	10.2%
Euro	19,236.6	4.4%	15,366.7	3.9%
Japanese Yen	17,296.7	4.0%	14,129.1	3.5%
British Pound	12,042.8	2.8%	13,142.3	3.3%
Hong Kong Dollar	9,505.7	2.2%	7,870.3	2.0%
Swiss Franc	4,454.2	1.0%	4,112.6	1.0%
Singapore Dollar	3,758.9	0.9%	2,125.2	0.5%
Danish Krone	3,567.0	0.8%	3,517.3	0.9%
Norwegian Krone	1,608.6	0.4%	1,423.1	0.4%
Indonesian Rupiah	1,527.4	0.4%	1,893.4	0.5%
Thai Baht	1,442.2	0.3%	1,408.6	0.4%
	\$ 115,974.4	26.8%	\$ 105,634.8	26.6%

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk (continued):

(ii) Currency risk (continued):

As at June 30, 2018, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$1,159,745 (December 31, 2017 - increased or decreased by approximately \$1,056,349). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2018 or December 31, 2017. No exposure to any individual issuer exceeded 5% of the net assets attributable to the holders of redeemable units either at June 30, 2018 or December 31, 2017.

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

Indexes	June 30, 2018		December 31, 2017	
	5% Increase	5% Decrease	5% Increase	5% Decrease
DEX 90 Day TBill Index	\$ 1,079,257	\$ (1,079,257)	\$ 993,918	\$ (993,918)
DEX Universe Bond Index	7,554,800	(7,554,800)	6,957,428	(6,957,428)
S&P/TSX Composite Index	7,554,800	(7,554,800)	6,957,428	(6,957,428)
Morningstar Developed Markets Index (\$Cdn)	5,396,285	(5,396,285)	4,969,591	(4,969,591)
Total	\$ 21,585,142	\$ (21,585,142)	\$ 19,878,365	\$ (19,878,365)

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

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 10.

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

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

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

2. Fair value of financial instruments (continued):

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

All fair value measurements below are recurring.

June 30, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 431,702,834	\$ -	\$ -	\$ 431,702,834

December 31, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 397,567,296	\$ -	\$ -	\$ 397,567,296

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2018 and December 31, 2017.

STEADYHAND EQUITY FUND

Statements of Financial Position (unaudited)

June 30, 2018 and December 31, 2017

	Note	June 2018	Dec 2017
Assets			
Cash		\$ 128,718	\$ 210,828
Subscriptions receivable		19	152,788
Interest and dividends receivable		532,792	271,928
Investments		196,076,236	171,884,434
		<hr/>	<hr/>
		196,737,765	172,519,978
Liabilities			
Balances due to brokers		103,642	63,897
Redemptions payable		36,509	38,785
Management fees payable	4	125,043	114,709
		<hr/>	<hr/>
		265,194	217,391
Net assets attributable to holders of redeemable units			
		<hr/>	<hr/>
		\$ 196,472,571	\$ 172,302,587
Represented by:			
Series A		\$ 110,534,367	\$ 102,077,265
Series O		85,938,204	70,225,322
		<hr/>	<hr/>
		\$ 196,472,571	\$ 172,302,587
Number of units outstanding:			
	5		
Series A		6,043,728	5,757,245
Series O		4,539,162	3,853,312
Net assets attributable to holders of redeemable units per unit:			
		<hr/>	<hr/>
Series A		\$ 18.29	\$ 17.73
Series O		18.93	18.22

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

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

/S/Tom Bradley
Director

/S/Neil Jensen
Director

STEADYHAND EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Revenue:			
Interest income		\$ 54,315	\$ 95,712
Dividend income		2,167,453	1,764,874
Foreign exchange gain (loss)		(287)	275,316
Change in fair value of investments:			
Net realized gain		1,036,006	3,015,997
Net change in unrealized appreciation		4,528,945	3,123,104
Total revenue		7,786,432	8,275,003
Expenses:			
Management fees	4	747,259	643,523
Withholding taxes	6	77,588	101,610
Transaction costs	7	7,420	6,235
Independent review committee fees		2,050	2,059
Total operating expenses		834,317	753,427
Management fee reductions		(183,078)	(148,281)
Expenses waived or absorbed by Manager		(2,050)	(2,059)
		(185,128)	(150,340)
Net operating expenses		649,189	603,087
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		7,137,243	7,671,916
Distributions to holders of redeemable units:			
Management fee reductions		(183,078)	(148,281)
		(183,078)	(148,281)
Increase in net assets attributable to holders of redeemable units		\$ 6,954,165	\$ 7,523,635
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 3,407,915	\$ 3,990,855
Series O		3,546,250	3,532,780
		\$ 6,954,165	\$ 7,523,635
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 3,590,993	\$ 4,139,136
Series O		3,546,250	3,532,780
		\$ 7,137,243	\$ 7,671,916
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 0.60	\$ 0.76
Series O		0.83	0.87

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

STEADYHAND EQUITY FUND

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

Six months ended June 30, 2018 and 2017

Series A	Note	2018	2017
Balance, beginning of period		\$ 102,077,265	\$ 86,633,056
Increase in net assets attributable to holders of redeemable units		3,407,915	3,990,855
Redeemable unit transactions:			
Issue of redeemable units		9,533,492	9,551,376
Reinvestments of distributions		183,078	148,281
Redemption of redeemable units		(4,667,383)	(7,704,740)
Net increase from redeemable unit transactions		5,049,187	1,994,917
Balance, end of period		\$ 110,534,367	\$ 92,618,828

Series O	Note	2018	2017
Balance, beginning of period		\$ 70,225,322	\$ 69,206,314
Increase in net assets attributable to holders of redeemable units		3,546,250	3,532,780
Redeemable unit transactions:			
Issue of redeemable units		12,166,632	780,000
Redemption of redeemable units		-	(3,000,000)
Net increase (decrease) from redeemable unit transactions		12,166,632	(2,220,000)
Balance, end of period		\$ 85,938,204	\$ 70,519,094

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

STEADYHAND EQUITY FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 18,231,411	\$ 41,459,693
Purchase of investments		(36,869,568)	(42,460,070)
Interest and dividends received		1,960,904	1,752,306
Balances due to broker		39,745	-
Management fees paid		(553,847)	(484,905)
Foreign withholding taxes paid		(77,588)	(101,610)
		(17,268,943)	165,414
Financing activities:			
Proceeds from issue of redeemable units		21,852,893	10,422,724
Payments on redemption of redeemable units		(4,669,659)	(10,824,610)
		17,183,234	(401,886)
Decrease in cash		(85,709)	(236,472)
Cash (bank indebtedness), beginning of period		210,828	(9,337)
Effect of exchange rate fluctuations on cash		3,599	273,116
Cash, end of period		\$ 128,718	\$ 27,307

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

STEADYHAND EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2018

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Short-Term Investments - Treasury Bills:						
Canadian Treasury Bill	1.339%	07/26/2018	7,940,000	\$ 7,905,223	\$ 7,905,223	
Total short-term investments - treasury bills				7,905,223	7,905,223	4.0
Equities - Oil and Gas:						
Pason Systems Inc.			237,200	4,356,614	5,104,544	
PrairieSky Royalty Ltd.			326,300	9,259,311	8,467,485	
Suncor Energy Inc.			220,200	7,457,428	11,780,700	
Total equities – oil and gas				21,073,353	25,352,729	12.9
Equities - Basic Materials:						
CCL Industries Inc.			123,400	4,511,183	7,953,130	
Ecolab Inc.			40,500	5,011,765	7,476,144	
Franco-Nevada Corp.			111,100	8,009,304	10,660,045	
Nutrien Ltd.			118,290	5,830,988	8,460,101	
Total equities - basic materials				23,363,240	34,549,420	17.6
Equities - Industrial Goods and Services:						
CAE Inc.			275,200	3,289,579	7,515,712	
Canadian National Railway Co.			74,270	4,792,782	7,986,253	
Novozymes A/S			121,500	4,593,295	8,107,146	
Ritchie Bros. Auctioneers Inc.			165,000	4,967,261	7,398,600	
Total equities - industrial goods and services				17,642,917	31,007,711	15.8
Equities - Consumer Cyclical:						
Magna International Inc.			91,700	4,870,803	7,011,382	
Starbucks Corp.			97,000	4,587,552	6,233,162	
Total equities - consumer cyclical				9,458,355	13,244,544	6.7
Equities - Consumer Products:						
CVS Health Corp.			85,000	6,289,699	7,195,147	
Fomento Económico Mexicano			65,000	7,143,514	7,506,380	
Loblaw Cos Ltd.			80,000	4,054,146	5,408,000	
Unilever PLC			55,000	2,194,911	3,999,474	
Total equities - consumer products				19,682,270	24,109,001	12.3
Equities - Financial Services:						
CBOE Holdings Inc.			59,000	4,746,348	8,076,993	
Experian PLC			227,000	4,370,757	7,389,918	
Toronto-Dominion Bank			140,000	7,023,781	10,652,600	
Visa Inc. Cl.A			67,000	4,207,285	11,673,441	
Total equities - financial services				20,348,171	37,792,952	19.2
Equities - Healthcare:						
Novartis ADR			75,000	6,428,076	7,452,644	
Total equities – healthcare				6,428,076	7,452,644	3.8
Equities - Technology:						
Evertz Technologies Ltd.			325,000	6,030,198	5,193,500	
Keyence Corp.			7,500	5,272,594	5,572,212	
Total equities - technology				11,302,792	10,765,712	5.5
Equities – Utilities and Pipelines:						
Enbridge Inc.			82,900	4,001,607	3,896,300	
Total equities – utilities and pipelines				4,001,607	3,896,300	2.0
Total equities				133,300,781	188,171,013	95.8
Transaction costs				(50,223)	-	
Total Investment Portfolio				141,155,781	196,076,236	99.8
Other Net Assets					396,335	0.2
Total Net Assets					\$196,472,571	100.0

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

STEADYHAND EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 9.

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

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

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

(a) Credit risk:

As at June 30, 2018 and December 31, 2017, the Fund does not have significant exposure to credit risk.

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund has no derivative liabilities as at June 30, 2018 and December 31, 2017.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2018 and December 31, 2017, the Fund does not have significant exposure to interest rate risk.

(ii) Currency risk:

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

Currency	June 30, 2018		December 31, 2017	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States dollar	\$ 59,879.3	30.5%	\$ 57,702.6	33.5%
Danish Krone	8,154.8	4.1%	8,629.9	5.0%
British Pound	7,389.9	3.8%	6,100.3	3.5%
Japanese Yen	5,572.2	2.8%	2,106.1	1.2%
	\$ 80,996.2	41.2%	\$ 74,538.9	43.2%

As at June 30, 2018, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$809,963 (December 31, 2017 - increased or decreased by approximately \$745,390). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

STEADYHAND EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2018 and December 31, 2017. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2018:

	Percentage of net assets
Suncor Energy Inc.	6.0%
Visa Inc.	5.9%
Franco-Nevada Corp.	5.4%
Toronto-Dominion Bank	5.4%

At December 31, 2017:

	Percentage of net assets
Suncor Energy Inc.	5.9%
Visa Inc.	5.8%
Toronto-Dominion Bank	5.8%
Franco-Nevada Corp.	5.7%
CBOE Holdings Inc.	5.5%
Novozymes A/S	5.0%

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

Indexes	June 30, 2018		December 31, 2017	
	5% Increase	5% Decrease	5% Increase	5% Decrease
S&P/TSX Composite Index	\$ 5,645,130	\$ (5,645,130)	\$ 5,084,371	\$ (5,084,371)
Morningstar Developed Markets Index (\$Cdn)	3,763,420	(3,763,420)	3,389,581	(3,389,581)
Total	\$ 9,408,551	\$ (9,408,551)	\$ 8,473,952	\$ (8,473,952)

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

STEADYHAND EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 10.

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

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

All fair value measurements below are recurring.

June 30, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 188,171,013	\$ 7,905,223	\$ -	\$ 196,076,236

December 31, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 169,479,025	\$ 2,405,409	\$ -	\$ 171,884,434

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2018 and December 31, 2017.

STEADYHAND GLOBAL EQUITY FUND

Statements of Financial Position (unaudited)

June 30, 2018 and December 31, 2017

	Note	June 2018	Dec 2017
Assets			
Cash		\$ 19,010,763	\$ 9,348,991
Balances due from brokers		-	98,253
Subscriptions receivable		19	48,627
Interest and dividends receivable		467,347	272,465
Investments		158,136,650	149,329,858
		<u>177,614,779</u>	<u>159,098,194</u>
Liabilities			
Redemptions payable		22,528	22,853
Management fees payable	4	134,458	121,136
		<u>156,986</u>	<u>143,989</u>
Net assets attributable to holders of redeemable units		<u>\$ 177,457,793</u>	<u>\$ 158,954,205</u>
Represented by:			
Series A		\$ 94,177,311	\$ 86,128,769
Series O		83,280,482	72,825,436
		<u>\$ 177,457,793</u>	<u>\$ 158,954,205</u>
Number of units outstanding:			
Series A	5	8,834,816	8,186,768
Series O		7,475,847	6,682,867
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 10.66	\$ 10.52
Series O		11.14	10.90

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

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

/S/Tom Bradley
Director

/S/Neil Jensen
Director

STEADYHAND GLOBAL EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Revenue:			
Interest income		\$ 14,188	\$ 128
Dividend income		3,372,502	2,542,686
Foreign exchange loss		(89,752)	(94,707)
Changes in fair value of investments:			
Net realized gain		9,391,748	7,611,309
Net change in unrealized appreciation (depreciation)		(8,650,763)	3,404,891
Total revenue		4,037,923	13,464,307
Expenses:			
Management fees	4	822,188	636,686
Withholding taxes	6	336,416	281,335
Transaction costs	7	77,904	69,106
Independent review committee fees		2,050	2,059
Total operating expenses		1,238,558	989,186
Management fee reductions		(221,155)	(162,889)
Expenses waived or absorbed by Manager		(2,050)	(2,059)
		(223,205)	(164,948)
Net operating expenses		1,015,353	824,238
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		3,022,570	12,640,069
Distributions to holders of redeemable units:			
Management fee reductions		(221,155)	(162,889)
		(221,155)	(162,889)
Increase in net assets attributable to holders of redeemable units		\$ 2,801,415	\$ 12,477,180
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 1,077,445	\$ 5,954,698
Series O		1,723,970	6,522,482
		\$ 2,801,415	\$ 12,477,180
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 1,298,600	\$ 6,117,587
Series O		1,723,970	6,522,482
		\$ 3,022,570	\$ 12,640,069
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.15	\$ 0.87
Series O		0.24	0.97

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

STEADYHAND GLOBAL EQUITY FUND

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

Six months ended June 30, 2018 and 2017

Series A	Note	2018	2017
Balance, beginning of period		\$ 86,128,769	\$ 66,036,842
Increase in net assets attributable to holders of redeemable units		1,077,445	5,954,698
Redeemable unit transactions:			
Issue of redeemable units		9,166,480	6,459,839
Reinvestments of distributions		221,155	162,889
Redemption of redeemable units		(2,416,538)	(2,855,743)
Net increase from redeemable unit transactions		6,971,097	3,766,985
Balance, end of period		\$ 94,177,311	\$ 75,758,525

Series O	Note	2018	2017
Balance, beginning of period		\$ 72,825,436	\$ 70,940,934
Increase in net assets attributable to holders of redeemable units		1,723,970	6,522,482
Redeemable unit transactions:			
Issue of redeemable units		9,731,076	630,000
Redemption of redeemable units		(1,000,000)	(5,000,000)
Net increase (decrease) from redeemable unit transactions		8,731,076	(4,370,000)
Balance, end of period		\$ 83,280,482	\$ 73,093,416

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

STEADYHAND GLOBAL EQUITY FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 30,940,315	\$ 21,494,818
Purchase of investments		(39,087,151)	(17,542,458)
Interest and dividends received		3,191,808	2,279,022
Balances due from brokers		98,253	-
Management fees paid		(587,711)	(456,500)
Foreign withholding taxes paid		(336,416)	(281,335)
		(5,780,902)	5,493,547
Financing activities:			
Proceeds from issue of redeemable units		18,946,164	7,088,463
Payments on redemption of redeemable units		(3,416,863)	(7,925,019)
		15,529,301	(836,556)
Increase in cash		9,748,399	4,656,911
Cash, beginning of period		9,348,991	2,728,088
Effect of exchange rate fluctuations on cash		(86,627)	(94,704)
Cash, end of period		\$ 19,010,763	\$ 7,290,375

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

STEADYHAND GLOBAL EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2018

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities - Oil and Gas:				
Apache Corp.	81,322	\$ 4,416,923	\$ 5,001,056	
BP PLC	437,150	3,560,581	4,390,480	
ENI S.P.A.	188,227	4,249,824	4,598,207	
Royal Dutch Shell PLC	117,802	4,645,057	5,383,939	
Total SA	54,791	3,733,972	4,393,479	
Total equities - oil and gas		20,606,357	23,767,161	13.4
Equities - Industrial Goods and Services:				
CK Hutchinson Holdings Ltd.	195,460	2,625,889	2,726,689	
East Japan Railway Co.	28,400	2,594,534	3,580,205	
Mitsubishi Corp.	106,700	2,379,271	3,900,341	
PostNL NV	530,142	2,148,636	2,617,694	
Total equities - industrial goods and services		9,748,330	12,824,929	7.2
Equities - Consumer Cyclical:				
Galaxy Entertainment Group Ltd.	368,000	2,007,644	3,748,422	
Goodbaby International Holdings Ltd.	2,485,000	1,597,826	1,979,130	
Johnson Controls Inc.	60,225	3,190,225	2,649,995	
Panasonic Corp.	245,800	2,529,074	4,359,701	
Swire Pacific Ltd., Class A	260,308	3,310,053	3,626,961	
Total equities - consumer cyclical		12,634,822	16,364,209	9.2
Equities - Consumer Products:				
Japan Tobacco Inc.	93,200	3,070,059	3,425,675	
Total equities - consumer products		3,070,059	3,425,675	1.9
Equities - Financial Services:				
Bangkok Bank PLC	395,900	2,550,638	3,073,144	
Bank Mandiri Persero Tbk PT	5,175,900	2,063,860	3,254,636	
Commerzbank AG	246,711	3,435,542	3,111,216	
DBS Group Holdings Ltd.	163,800	2,213,868	4,205,106	
DnB ASA	133,320	3,100,227	3,427,714	
ING Groep NV	210,809	4,595,538	3,991,420	
Nomura Holdings Inc.	394,500	2,644,180	2,521,508	
Royal Bank of Scotland Group PLC	774,776	3,320,666	3,445,991	
Sumitomo Mitsui Financial Group	64,300	2,431,962	3,288,173	
Sumitomo Mitsui Trust Holdings	70,100	3,438,396	3,657,201	
Synchrony Financial	74,518	2,921,775	3,272,048	
Total equities - financial services		32,716,652	37,248,157	21.0
Equities - Healthcare:				
AstraZeneca PLC	51,589	3,599,959	4,706,444	
Bayer AG	22,928	4,075,834	3,322,414	
Celgene Corp.	31,192	4,410,751	3,258,706	
Novartis AG	38,012	3,659,810	3,790,927	
Roche Holding AG	19,060	6,076,768	5,568,972	
Sanofi S.A.	34,795	3,587,489	3,668,622	
Shanghai Fosun Pharmaceutical Group Co. Ltd.	535,000	2,472,089	3,861,725	
Total equities - healthcare		27,882,700	28,177,810	15.9
Equities - Retailing:				
Konicklijke Ahold Delhaize NV	123,839	3,616,305	3,899,984	
Takashimaya Co. Ltd.	265,000	2,477,765	2,983,485	
Tesco PLC	1,044,787	3,509,210	4,657,812	
Total equities - retailing		9,603,280	11,541,281	6.5

STEADYHAND GLOBAL EQUITY FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2018

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities (continued):				
Equities - Technology:				
Alps Electric Co. Ltd.	111,600	3,839,332	3,771,974	
Nokia OYJ	572,933	5,007,933	4,338,068	
Total equities - technology		8,847,265	8,110,042	4.6
Equities - Communications and Media:				
China Mobile Ltd.	369,000	4,424,903	4,312,345	
Singapore Telecommunications Ltd.	1,280,400	4,307,693	3,804,648	
Telefonica SA	268,661	3,651,147	3,003,461	
Verizon Communications Inc.	83,967	5,305,072	5,556,932	
Total equities - communications and media		17,688,815	16,667,386	9.4
Total Equities		142,798,280	156,136,650	89.1
Transaction Costs		(236,676)		
Total Investment Portfolio		142,561,604	158,136,650	89.1
Other Net Assets			19,321,143	10.9
Total Net Assets			\$177,457,793	100.0

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

STEADYHAND GLOBAL EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 9.

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

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

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

(a) Credit risk:

As at June 30, 2018 and December 31, 2017, the Fund had no significant exposure to credit risk.

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund had no derivative liabilities as at June 30, 2018 and December 31, 2017.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2018 and December 31, 2017, the Fund had no significant exposure to interest or credit rate risk.

(ii) Currency risk:

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

Currency	June 30, 2018		December 31, 2017	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
Euro	\$ 40,990.3	23.1%	\$ 33,540.7	21.1%
Japanese Yen	31,663.2	17.8%	28,965.7	18.2%
Hong Kong Dollar	20,255.3	11.4%	17,178.4	10.8%
United States Dollar	19,800.5	11.2%	22,872.3	14.4%
British Pound	18,773.7	10.6%	23,258.6	14.6%
Swiss Franc	9,491.3	5.4%	8,976.4	6.2%
Singapore Dollar	8,009.8	4.5%	4,638.7	2.9%
Norwegian Krone	3,427.7	1.9%	3,106.3	2.0%
Indonesian Rupiah	3,254.6	1.8%	4,132.7	2.6%
Thai Baht	3,073.2	1.7%	3,074.6	1.9%
	\$ 158,739.6	89.4%	\$ 149,744.4	94.7%

STEADYHAND GLOBAL EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk (continued):

(ii) Currency risk (continued):

As at June 30, 2018, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$1,587,395 (December 31, 2017 - increased or decreased by approximately \$1,497,443). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

There were no significant concentrations of risk to issuers at June 30, 2018 and December 31, 2017. No exposure to any individual issuer exceeded 5% of the net assets attributable to the holders of redeemable units either at June 30, 2018 or December 31, 2017.

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

Indexes	June 30, 2018		December 31, 2017	
	5% Increase	5% Decrease	5% Increase	5% Decrease
Morningstar Developed Markets Index (\$Cdn)	\$ 7,906,833	\$ (7,906,833)	\$ 7,466,493	\$ (7,466,493)

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

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 10.

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

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

All fair value measurements below are recurring.

June 30, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 158,136,650	\$ -	\$ -	\$ 158,136,650
December 31, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 149,329,858	\$ -	\$ -	\$ 149,329,858

There were no transfers between Levels 1, 2, and 3 during the periods ended June 30, 2018 or December 31, 2017.

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Financial Position (unaudited)

June 30, 2018 and December 31, 2017

	Note	June 2018	December 2017
Assets			
Cash		\$ 5,267,333	\$ 5,830,714
Balances due from brokers		-	871
Subscriptions receivable		9	5,620
Interest and dividends receivable		249,319	192,512
Investments		103,006,724	91,767,015
		108,523,385	97,796,732
Liabilities			
Balances due to brokers		3,104,310	190,898
Redemptions payable		17,195	12,503
Management fees payable	4	93,155	82,608
		3,214,660	286,009
Net assets attributable to holders of redeemable units		\$ 105,308,725	\$ 97,510,723
Represented by:			
Series A		\$ 65,830,841	\$ 60,505,628
Series O		39,477,884	37,005,095
		\$ 105,308,725	\$ 97,510,723
Number of units outstanding:	5		
Series A		3,799,778	3,668,617
Series O		2,167,077	2,152,846
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 17.32	\$ 16.49
Series O		18.22	17.19

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

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

/S/Tom Bradley
Director

/S/Neil Jensen
Director

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Revenue:			
Interest income		\$ 179,143	\$ 62,257
Dividend income		1,077,411	803,714
Foreign exchange gain		412,445	26,231
Change in fair value of investments:			
Net realized gain		9,361,450	1,228,224
Net change in unrealized depreciation		(5,031,065)	(322,749)
<hr/>			
Total revenue		5,999,384	1,797,677
Expenses:			
Management fees	4	560,152	438,208
Transaction costs	7	86,500	58,573
Independent review committee fees		2,050	2,059
<hr/>			
Total operating expenses		648,702	498,840
<hr/>			
Management fee reductions		(191,225)	(103,043)
Expenses waived or absorbed by Manager		(2,050)	(2,059)
<hr/>			
		(193,275)	(105,102)
<hr/>			
Net operating expenses		455,427	393,738
<hr/>			
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		5,543,957	1,403,939
<hr/>			
Distributions to holders of redeemable units:			
From management fee reductions		(191,225)	(103,043)
<hr/>			
		(191,225)	(103,043)
<hr/>			
Increase in net assets attributable to holders of redeemable units		\$ 5,352,732	\$ 1,300,896
<hr/>			
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 3,129,943	\$ 657,866
Series O		2,222,789	643,030
<hr/>			
		\$ 5,352,732	\$ 1,300,896
<hr/>			
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 3,321,168	\$ 760,909
Series O		2,222,789	643,030
<hr/>			
		\$ 5,543,957	\$ 1,403,939
<hr/>			
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.89	\$ 0.23
Series O		1.03	0.37
<hr/>			

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

STEADYHAND SMALL-CAP EQUITY FUND

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

Six months ended June 30, 2018 and 2017

Series A	Note	2018	2017
Balance, beginning of period		\$ 60,505,628	\$ 47,787,039
Increase in net assets attributable to holders of redeemable units		3,129,943	657,866
Redeemable unit transactions:			
Issue of redeemable units		4,328,370	4,790,776
Reinvestments of distributions		141,647	103,043
Redemption of redeemable units		(2,274,747)	(3,118,326)
Net increase from redeemable unit transactions		2,195,270	1,775,493
Balance, end of period		\$ 65,830,841	\$ 50,220,398

Series O	Note	2018	2017
Balance, beginning of period		\$ 37,005,095	\$ 23,907,270
Increase in net assets attributable to holders of redeemable units		2,222,789	643,030
Redeemable unit transactions:			
Issue of redeemable units		250,000	5,420,000
Net increase from redeemable unit transactions		250,000	5,420,000
Balance, end of period		\$ 39,477,884	\$ 29,970,300

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

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2018 and 2017

	Note	2018	2017
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 28,587,143	\$ 11,071,257
Purchase of investments		(35,595,195)	(18,634,547)
Interest and dividends received		1,199,747	828,614
Balances due from brokers		871	(318,234)
Balances due to brokers		2,913,412	(2,334,446)
Management fees paid		(358,380)	(330,355)
		(3,252,402)	(9,717,711)
Financing activities:			
Proceeds from redeemable units issued		4,583,981	10,266,506
Redemption of redeemable units		(2,270,055)	(3,343,905)
Cash distributions paid to holders of redeemable units		(49,578)	-
		2,264,348	6,922,601
Decrease in cash		(988,054)	(2,795,110)
Cash, beginning of period		5,830,714	5,052,758
Effect of exchange rate fluctuations on cash		424,673	5,190
Cash, end of period		\$ 5,267,333	\$ 2,262,838

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

STEADYHAND SMALL-CAP EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2018

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities – Oil and Gas:				
Cardinal Energy Ltd.	375,900	\$ 1,990,331	\$ 2,078,727	
Parkland Fuel Corp.	119,316	3,383,845	3,853,907	
Total equities – oil and gas		5,374,176	5,932,634	5.6
Equities - Industrial Goods and Services:				
AG Growth International Inc.	81,841	3,895,248	4,530,718	
Cargojet Inc.	64,887	2,590,130	4,163,799	
Diversified Royalty Corp.	1,310,900	3,286,740	4,024,463	
Exchange Income Corp.	117,812	4,240,182	3,774,696	
Intertape Polymer Group Inc.	244,416	5,497,571	4,416,597	
Middleby Corp.	38,706	5,770,293	5,316,602	
NFI Group Inc.	96,951	4,386,443	4,754,477	
Stantec Inc.	156,800	3,922,626	5,301,408	
Stericycle Inc.	59,421	4,721,173	5,103,390	
WABCO Holdings Inc.	28,046	4,469,776	4,317,210	
Winpak Ltd.	113,125	5,142,778	4,977,500	
Total equities - industrial goods and services		47,922,960	50,680,860	48.1
Equities - Consumer Cyclical:				
Park Lawn Corp.	202,447	4,217,096	4,925,536	
Points International Ltd.	153,254	1,707,375	3,325,612	
Spin Master Corp.	89,000	2,871,630	5,187,810	
Uni-Select Inc.	220,900	5,566,710	4,619,019	
Total equities - consumer cyclical		14,362,811	18,057,977	17.1
Equities – Consumer Products:				
Brick Brewing Co. Ltd.	1,116,889	3,214,921	4,646,258	
Total equities – consumer products		3,214,921	4,646,258	4.4
Equities – Retailing:				
Alcanna Inc.	560,646	5,630,067	5,124,305	
Oshkosh Corp.	47,815	4,407,111	4,422,982	
Total equities – retailing		10,037,178	9,547,287	9.1
Equities – Communications and Media:				
DHX Media Ltd.	489,927	3,638,136	1,337,501	
Total equities – communications and media		3,638,136	1,337,501	1.3
Equities - Technology:				
Maxar Technologies Ltd.	81,033	5,055,696	5,348,178	
Total equities - technology		5,055,696	5,348,178	5.1
Equities – Real Estate Investment Trust:				
Dream Global REIT	305,695	2,579,714	4,389,780	
Total equities – real estate investment trust		2,579,714	4,389,780	4.2
Equities – Utilities:				
Northland Power Inc.	125,000	2,720,328	3,066,250	
Total equities – utilities		2,720,328	3,066,250	2.9
Total Equities		94,905,920	103,006,724	97.8
Transaction Costs		(158,177)	-	
Total Investment Portfolio		94,747,743	103,006,724	97.8
Other Net Assets			2,302,001	2.2
Total Net Assets			\$105,308,725	100.0

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

STEADYHAND SMALL-CAP EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 9.

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

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

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

(a) Credit risk:

At June 30, 2018 and December 31, 2017, the Fund had no significant exposure to credit risk.

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund had no derivative liabilities as at June 30, 2018 and December 31, 2017.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2018 and December 31, 2017, the Fund had no significant exposure to interest rate risk.

(ii) Currency risk:

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

Currency	June 30, 2018		December 31, 2017	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 16,107.2	15.3%	\$ 17,027.8	17.5%

As at June 30, 2018, had the Canadian dollar strengthened or weakened by 1% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to redeemable units would have increased or decreased by approximately \$161,072 (December 31, 2017 - increased or decreased by approximately \$170,278). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

STEADYHAND SMALL-CAP EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk:

There were no significant concentrations of risk to issuers at June 30, 2018 and December 31, 2017. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2018:

	Percentage of net assets
Middleby Corp.	5.0%
Stantec Inc.	5.0%

At December 31, 2017:

	Percentage of net assets
Liquor Stores NA Ltd.	5.1%

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

Index	June 30, 2018		December 31, 2017	
	5% Increase	5% Decrease	5% Increase	5% Decrease
TSX Small-Cap Index	\$ 4,377,786	\$ (4,377,786)	\$ 3,900,098	\$ (3,900,098)
Russell 2000 Index	772,550	(772,550)	688,253	(688,253)
	\$ 5,150,336	\$ (5,150,336)	\$ 4,588,351	\$ (4,588,351)

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

STEADYHAND SMALL-CAP EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2018 and December 31, 2017

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 10.

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

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

All fair value measurements below are recurring.

June 30, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 103,006,015	\$ -	\$ -	\$ 103,006,724

December 31, 2017	Level 1	Level 2	Level 3	Total
Investments	\$ 91,767,015	\$ -	\$ -	\$ 91,767,015

There were no transfers between Levels 1, 2 and 3 during the periods ended December 31, 2018 and 2017.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

1. Reporting entity:	57
2. Basis of preparation:	57
3. Significant accounting policies:	58
4. Related party transactions:	61
5. Redeemable units:	62
6. Withholding tax and other income taxes:	63
7. Transaction costs and soft dollars:	64
8. Capital management:	64
9. Financial risk management:	64
10. Fair value of financial instruments:	66
11. Involvement with unconsolidated unstructured entities:	67
12. Change in accounting policy:	69

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

1. Reporting entity:

The Steadyhand Investment Funds include the following:

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

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

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

2. Basis of preparation:

(a) Statement of compliance:

The financial statements of the Funds have been prepared in compliance with International Financial Reporting Standards ("IFRS"). The financial statements were authorized for issue by the Manager on August 24, 2018.

(b) Basis of measurement:

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

(c) Functional and presentation currency:

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

(d) Use of estimates and judgment:

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

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

3. Significant accounting policies:

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

(a) Financial instruments:

(i) Recognition and measurement:

Financial instruments are required to be classified into one of the following categories: amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL"). All financial instruments are measured at fair value on initial recognition. Measurement in subsequent periods depends on the classification of the financial instrument. Transaction costs are included in the initial carrying amount of financial instruments except for financial instruments classified as FVTPL in which case transaction costs are expensed as incurred.

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

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

A financial asset is measured at amortized cost if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal interest on the principal amount outstanding.

A financial asset is measured at FVOCI if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal interest on the principal amount outstanding

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. On initial recognition the Funds may irrevocably elect to measure financial assets that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL when doing so results in more relevant information.

Financial assets are not reclassified subsequent to their initial recognition, unless the Funds changes their business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

The Funds have not classified any of their financial assets as FVOCI.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

3. Significant accounting policies (continued):

(a) Financial instruments (continued):

(i) Recognition and measurement (continued):

A financial liability is generally measured at amortized cost, with exceptions that may allow for classification as FVTPL. These exceptions include financial liabilities that are mandatorily measured at fair value through profit or loss, such as derivatives liabilities. The Funds may also, at initial recognition, irrevocably designate a financial liability as measured at FVTPL when doing so results in more relevant information.

(ii) Fair value through profit and loss:

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

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

(iii) Amortized cost:

Financial assets and liabilities classified as amortized cost are recognized initially at fair value plus any directly attributable transaction costs. Subsequent measurement is at amortized cost using the effective interest method, less any impairment losses. The Funds classify cash, subscriptions receivable, balances due from brokers, and interest and dividends receivable, as amortized cost.

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

(b) Redeemable units:

The Funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. The Funds have designated the redeemable units as financial liabilities at FVTPL because they are managed and their performance is evaluated on a fair value basis. The redeemable units provide investors with the right to require redemption, subject to available liquidity, for cash at a unit price based on the Funds' valuation policies at each redemption date. Distributions to holders of redeemable units are recognized in comprehensive income when they are authorized and no longer at the discretion of the Manager.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

3. Significant accounting policies (continued):

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

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

- (d) Foreign exchange:

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

- (e) Income recognition:

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

- (f) Income taxes:

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

- (g) New standards and interpretations not yet adopted:

A number of new standards, amendments to standards and interpretations are not yet effective for the periods ended December 31, 2018, and have not been applied in preparing these financial statements. None of these will have a significant effect on the financial statement of the Funds.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

4. Related party transactions:

Management fees:

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

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

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

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

Operating expenses:

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

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

Unit holdings:

Directors, officers and affiliates of the Manager owned Series A redeemable units of the Funds. As at June 30, 2018 and December 31, 2017, the following Series A redeemable units were held by directors, officers and other affiliates of the Manager:

Fund name	June 2018	Dec 2017
Steadyhand Savings Fund	239,182	321,864
Steadyhand Income Fund	254,034	253,076
Steadyhand Founders Fund	258,504	255,500
Steadyhand Equity Fund	228,919	240,912
Steadyhand Global Equity Fund	357,071	340,580
Steadyhand Small-Cap Equity Fund	125,140	120,043

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

4. Related party transactions (continued):

As at June 30, 2018, no Series O redeemable units (December 31, 2017 - no Series O redeemable units) were held by directors, officers and other affiliates of the Manager.

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

5. Redeemable units:

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

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

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

The redeemable unit transactions for the Funds during the periods ended June 30, 2018 and December 31, 2017 are as follows:

June 30, 2018	Outstanding redeemable units, beginning of period	Redeemable units issued	Redeemable units issued on reinvestment of distributors	Redeemable units redeemed	Outstanding redeemable units, end of period
Steadyhand Savings Fund					
Series A	3,012,013	1,285,547	15,523	(1,436,798)	2,876,285
Series O	6,440,467	851,524	36,515	(1,535,000)	5,793,506
Steadyhand Income Fund					
Series A	8,467,035	441,373	43,097	(858,389)	8,093,116
Series O	13,444,221	932,269	56,377	-	14,432,867
Steadyhand Founders Fund					
Series A	29,753,328	3,159,315	148,130	(950,306)	32,110,467
Steadyhand Equity Fund					
Series A	5,757,245	538,490	10,378	(262,385)	6,043,728
Series O	3,853,312	685,850	-	-	4,539,162
Steadyhand Global Equity Fund					
Series A	8,186,768	851,786	20,698	(224,436)	8,834,816
Series O	6,682,867	880,932	-	(87,952)	7,475,847
Steadyhand Small-Cap Equity Fund					
Series A	3,668,617	256,722	8,424	(133,985)	3,799,778
Series O	2,152,846	14,231	-	-	2,167,077

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

5. Redeemable units (continued):

December 31, 2017	Outstanding redeemable units, beginning of period	Redeemable units issued	Redeemable units issued on reinvestment of distributors	Redeemable units redeemed	Outstanding redeemable units, end of period
Steadyhand Savings Fund					
Series A	1,918,884	3,148,209	18,993	(2,074,073)	3,012,013
Series O	4,698,041	1,718,000	54,426	(30,000)	6,440,467
Steadyhand Income Fund					
Series A	8,797,623	1,064,278	204,548	(1,599,414)	8,467,035
Series O	8,200,609	4,963,861	279,751	-	13,444,221
Steadyhand Founders Fund					
Series A	23,751,071	6,864,519	823,762	(1,686,024)	29,753,328
Steadyhand Equity Fund					
Series A	5,399,382	992,746	54,117	(689,000)	5,757,245
Series O	4,216,725	145,554	57,767	(566,734)	3,853,312
Steadyhand Global Equity Fund					
Series A	6,813,667	1,414,399	491,421	(532,719)	8,186,768
Series O	7,113,781	354,345	455,974	(1,241,233)	6,682,867
Steadyhand Small-Cap Equity Fund					
Series A	3,306,366	529,452	146,164	(313,365)	3,668,617
Series O	1,597,733	540,213	100,848	(85,948)	2,152,846

6. Withholding tax and other income taxes:

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

Fund name	June 30, 2018	Dec.31, 2017
Steadyhand Equity Fund	16.5%	18.1%
Steadyhand Global Equity Fund	15.2%	13.8%
Steadyhand Small-Cap Fund	-	15.0%

As at June 30, 2018 and December 31, 2017, the Funds had no capital or non-capital losses available for utilization against net realized capital gains or non-capital gains in future years.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

7. Transaction costs and soft dollars:

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

Fund name	2018	2017
Steadyhand Income Fund	\$ 26,205	\$ 23,498
Steadyhand Equity Fund	7,420	6,235
Steadyhand Global Equity Fund	77,904	69,106
Steadyhand Small-Cap Equity Fund	86,500	58,573

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

Fund name	2018	2017
Steadyhand Income Fund	\$ 5,685	\$ 6,339
Steadyhand Global Equity Fund	-	7,292

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

8. Capital management:

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

9. Financial risk management:

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

(a) Risk management framework:

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

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

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

9. Financial risk management (continued):

(b) Credit risk:

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

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

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

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

(c) Liquidity risk:

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

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

(d) Market risk:

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

(i) Interest rate risk:

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

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

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

9. Financial risk management (continued):

(ii) Currency risk:

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

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

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

(iii) Other price risk:

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

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

10. Fair value of financial instruments:

(a) Valuation models:

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

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

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

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

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

Level 3: inputs that are unobservable.

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

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

10. Fair value of financial instruments (continued):

(a) Valuation models (continued):

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

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

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

(b) Financial instruments not measured at fair value:

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

11. Involvement with unconsolidated unstructured entities:

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

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

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

11. Involvement with unconsolidated unstructured entities (continued):

Income Fund:

	Number of investee funds held	Total net assets of investee fund	Carrying amount included in investments
June 30, 2018			
Funds administered by third parties	1	\$ 85,192,906	\$ 4,998,450

	Number of investee funds held	Total net assets of investee fund	Carrying amount included in investments
December 31, 2017			
Funds administered by third parties	1	\$ 77,498,099	\$ 4,753,235

Founders Fund:

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
June 30, 2018			
Funds administered by the manager	5	\$ 818,341,535	\$ 431,702,834

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
December 31, 2017			
Funds administered by the manager	5	\$ 769,110,872	\$ 397,567,296

During the periods ended June 30, 2018 and December 31, 2017, the Fund did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support. The Funds can redeem their units in the above investment funds at any time, subject to their being sufficient liquidity in the underlying funds.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2018 and December 31, 2017

12. Change in accounting policy:

The Funds has adopted IFRS 9 *Financial Instruments* ("IFRS 9") with a date of initial application of 1 January 2018. The requirements of IFRS 9 represent a significant change from IAS 39 *Financial Instruments: Recognition and Measurement* ("IAS 39"). IFRS 9 specifies the accounting for financial instruments, including: classification and measurement, impairment and hedge accounting. The adoption of IFRS 9 have been applied retrospectively. The nature and effects of the key changes to the Funds' accounting policy are summarized below.

(i) Classification and measurement of financial assets and liabilities:

IFRS 9 contains three principal classification categories for financial assets: measured at amortized cost, FVOCI and FVTPL. The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. The Funds may also, at initial recognition, irrevocably designate a financial asset as measured at FVTPL when doing so results in more relevant information. IFRS 9 eliminates the previous IAS 39 categories of held to maturity, loans and receivables and available-for-sale.

A financial liability is generally measured at amortized cost, with exceptions that may allow for classification as FVTPL. These exceptions include financial liabilities that are mandatorily measured at fair value through profit or loss, such as derivatives liabilities, The Funds may also, at initial recognition, irrevocably designate a financial liability as measured at FVTPL when doing so results in more relevant information.

The adoption of IFRS 9 did not result in any measurement differences in the Funds' financial assets and liabilities as at the transition date. The following table shows the original classification and measurement categories under IAS 39 and the new classification and measurement categories under IFRS 9 for each class of the Funds' financial assets and financial liabilities as at 1 January 2018.