
Steadyhand

Semi-Annual Financial Statements

June 30, 2019 (unaudited)

Steadyhand Savings Fund

Steadyhand Income Fund

Steadyhand Founders Fund

Steadyhand Builders Fund

Steadyhand Equity Fund

Steadyhand Global Equity Fund

Steadyhand Small-Cap Equity Fund

Steadyhand Global Small-Cap Equity Fund



Unaudited Financial Statements of

STEADYHAND INVESTMENT FUNDS

Six months ended June 30, 2019 and 2018

Unaudited Interim Financial Statements for the Six-Month Period Ended June 30, 2019

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 26, 2019

STEADYHAND SAVINGS FUND

Statements of Financial Position (unaudited)

June 30, 2019 and December 31, 2018

	Note	Jun 2019	Dec 2018
Assets			
Cash		\$ 3,054,874	\$ -
Subscriptions receivable		45,000	914,111
Interest and dividends receivable		213,448	181,548
Investments		81,199,262	65,730,622
		<u>84,512,584</u>	<u>66,826,281</u>
Liabilities			
Bank indebtedness		-	316,746
Redemptions payable		17,500	2,064,817
Management fees payable	4	4,368	5,801
Distribution payable		217	6,564
		<u>22,085</u>	<u>2,393,928</u>
Net assets attributable to holders of redeemable units			
		<u>\$ 84,490,499</u>	<u>\$ 64,432,353</u>
Represented by:			
Series A		\$ 28,664,822	\$ 37,050,100
Series O		55,825,677	27,382,253
		<u>\$ 84,490,499</u>	<u>\$ 64,432,353</u>
Number of units outstanding:			
Series A	5	2,866,490	3,705,019
Series O		5,582,579	2,738,234
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:

“Tom Bradley”
Director

“Neil Jensen”
Director

STEADYHAND SAVINGS FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Revenue:			
Interest income		\$ 693,778	\$ 652,036
Total revenue		693,778	652,036
Expenses:			
Management fees	4	31,638	27,852
Independent review committee fees		1,532	2,050
Total operating expenses		33,170	29,902
Management fee reductions		(10,350)	(7,568)
Expenses waived or absorbed by Manager		(1,532)	(2,050)
		(11,882)	(9,618)
Net operating expenses		21,288	20,284
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		672,490	631,752
Distributions to holders of redeemable units:			
From net investment income		(662,140)	(624,184)
Management fee reductions		(10,350)	(7,568)
		(672,490)	(631,752)
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		\$ 303,748	\$ 194,232
Series O		368,742	437,520
		\$ 672,490	\$ 631,752
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.09	\$ 0.07
Series O		0.10	0.07

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, 2019 and 2018

Series A	Note	2019	2018
Balance, beginning of period		\$ 37,050,100	\$ 30,120,056
Increase in net assets attributable to holders of redeemable units		-	-
Redeemable unit transactions:			
Issue of redeemable units		14,927,506	12,855,486
Reinvestments of distributions		289,043	155,219
Redemption of redeemable units		(23,601,827)	(14,367,973)
Net decrease from redeemable unit transactions		(8,385,278)	(1,357,286)
Balance, end of period		\$ 28,664,822	\$ 28,762,770

Series O	Note	2019	2018
Balance, beginning of period		\$ 27,382,253	\$ 64,404,558
Increase in net assets attributable to holders of redeemable units		-	-
Redeemable unit transactions:			
Issue of redeemable units		38,941,721	8,515,237
Reinvestment of distributions		368,746	365,154
Redemption of redeemable units		(10,867,043)	(15,350,000)
Net increase (decrease) from redeemable unit transactions		28,443,424	(6,469,609)
Balance, end of period		\$ 55,825,677	\$ 57,934,949

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

STEADYHAND SAVINGS FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 134,236,330	\$ 234,837,020
Purchases of investments		(149,704,970)	(227,245,331)
Interest and dividends received		661,878	688,468
Management fees paid		(22,721)	(20,655)
		(14,829,483)	8,259,502
Financing activities:			
Proceeds from issue of redeemable units		54,738,338	21,467,005
Payments on redemption of redeemable units		(36,516,187)	(29,751,688)
Cash distributions paid to holders of redeemable units		(21,048)	(5,981)
		18,201,103	(8,290,664)
Increase (decrease) in cash		3,371,620	(31,162)
Cash (bank indebtedness), beginning of period		(316,746)	39,911
Cash, end of period		\$ 3,054,874	\$ 8,749

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

STEADYHAND SAVINGS FUND

Schedule of Investment Portfolio (Unaudited)

As at June 30, 2019

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Short-Term Investments - Treasury Bills:						
Province of Ontario	1.738%	08/21/2019	\$ 7,200,000	\$ 7,171,116	\$ 7,171,115	
Total short-term investments – Treasury Bills				7,171,116	7,171,115	8.5
Short-Term Investments - Bankers' Acceptance:						
Bank of Montreal BA	2.200%	07/22/2019	3,500,000	3,462,235	3,462,235	
Bank of Nova Scotia BA	1.820%	09/06/2019	700,000	697,011	697,011	
Bank of Nova Scotia BA	1.821%	09/17/2019	3,700,000	3,683,276	3,683,276	
Canadian Imperial Bank of Commerce BA	1.841%	08/12/2019	1,800,000	1,792,044	1,792,044	
Canadian Imperial Bank of Commerce BA	1.799%	08/23/2019	2,800,000	2,788,712	2,788,712	
Canadian Imperial Bank of Commerce BA	1.809%	08/28/2019	1,750,000	1,743,263	1,743,263	
HSBC Bank of Canada BA	1.854%	07/04/2019	1,150,000	1,148,367	1,148,367	
HSBC Bank of Canada BA	1.826%	07/05/2019	1,440,000	1,439,208	1,439,208	
HSBC Bank of Canada BA	1.882%	07/15/2019	1,100,000	1,094,863	1,094,863	
National Bank of Canada BA	1.850%	08/09/2019	900,000	895,869	895,869	
National Bank of Canada BA	1.811%	09/03/2019	2,400,000	2,389,957	2,389,957	
Royal Bank of Canada BA	1.841%	07/23/2019	2,200,000	2,190,166	2,190,166	
Royal Bank of Canada BA	1.850%	08/01/2019	4,200,000	4,180,792	4,180,792	
Toronto-Dominion Bank BA	1.850%	07/31/2019	3,000,000	2,986,380	2,986,380	
Toronto-Dominion Bank BA	1.829%	09/03/2019	2,150,000	2,140,347	2,140,347	
Total short-term investments - Bankers' Acceptance				32,632,490	32,632,490	38.7
Short-Term Investments - Discount Commercial Paper:						
Daimler Canada Finance CP	1.878%	08/29/2019	2,000,000	1,990,780	1,990,780	
Enbridge Pipelines Inc. CP	2.030%	08/22/2019	2,200,000	2,189,044	2,189,044	
Greater Toronto Airport Authority CP	1.882%	09/10/2019	2,300,000	2,289,259	2,289,259	
Honda Canada Finance Inc. CP	1.971%	10/01/2019	3,000,000	2,970,810	2,970,810	
Province of Newfoundland and Labrador CP	1.771%	07/18/2019	5,000,000	4,979,700	4,979,699	
Suncor Energy Inc. CP	7.971%	07/25/2019	2,000,000	1,990,220	1,990,220	
TransCanada Pipelines Limited CP	1.948%	07/09/2019	2,450,000	2,443,091	2,443,091	
Total short-term investments - Discount Commercial Paper				18,852,904	18,852,903	22.3
Short-Term Investments – Promissory Notes:						
Province of Alberta PN	1.758%	07/02/2019	605,000	602,562	602,562	
Province of Alberta PN	1.761%	07/16/2019	1,000,000	996,060	996,060	
Province of Alberta PN	7.751%	09/03/2019	1,000,000	995,700	995,700	
Province of British Columbia PN	1.751%	08/19/2019	2,500,000	2,487,075	2,487,075	
Province of Nova Scotia PN	1.761%	09/04/2019	4,300,000	4,279,760	4,279,759	
Province of Saskatchewan PN	1.760%	07/12/2019	4,000,000	3,976,800	3,976,800	
Total short-term investments – Promissory Notes				13,337,957	13,337,956	15.8
Total short-term investments				71,994,467	71,994,464	85.3
Bonds						
Corporate Bonds:						
Bank of Nova Scotia FRN CP	2.076%	08/27/2019	2,700,000	2,700,000	2,700,000	
BMW Canada Inc. FRN CP	2.115%	02/06/2020	2,500,000	2,500,000	2,500,000	
Toronto-Dominion Bank FRN CP	2.060%	07/31/2019	1,000,000	1,000,000	1,000,000	
Toyota Credit Canada FRN CP	2.119%	07/24/2020	1,000,000	1,000,000	1,000,000	
Toyota Credit Canada FRN CP	2.318%	10/13/2020	2,000,000	2,004,797	2,004,798	
Total corporate bonds				9,204,797	9,204,798	10.9
Total Bonds				9,204,797	9,204,798	10.9
Total Investment Portfolio				\$ 81,199,264	81,199,262	96.2
Other Net Assets					3,291,237	3.8
Total Net Assets					\$ 84,490,499	100.0

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

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

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, 2019 and December 31, 2018, the Fund was invested in debt securities with the following credit quality:

	June 2019	Dec 2018	June 2019	Dec 2018
Rating:				
AAA	\$ 34,722,422	\$ 18,503,017	41.1%	28.7%
AA	43,976,840	43,727,605	52.1%	67.9%
A	2,500,000	3,500,000	3.0%	5.5%
Total	\$ 81,199,262	\$ 65,730,622	96.2%	102.1%

(b) Liquidity risk:

The Fund's redeemable units are due on demand. The Fund's remaining non-derivative liabilities are due within twelve months of the year-end of the Fund. The Fund has no derivative liabilities as at the period end (Dec 2018 - nil).

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

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, 2019	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
Debt securities	\$ 24,323,272	\$ 48,400,383	\$ 5,470,810	\$3,004,797	\$ -	\$ 81,199,262

December 31, 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	\$ 26,189,412	\$ 27,354,544	\$ 6,680,050	\$ 5,806,616	\$ -	\$ 65,730,622

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 \$202,998 (December 31, 2018 - increased or decreased by \$164,327). 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, 2019 and December 31, 2018. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2019:

	Coupon rate	Maturity date	Percentage of net assets
Province of Ontario Treasury Bill	1.738%	August 21, 2019	8.5%
Province of Newfoundland and Labrador C/P	1.771%	July 18, 2019	5.9%
Province of Nova Scotia Promissory Note	1.761%	September 4, 2019	5.1%

At December 31, 2018:

	Coupon rate	Maturity date	Percentage of net assets
Province of New Brunswick Treasury Bill	1.889%	January 17, 2019	10.0%
Province of Manitoba Treasury Bill	1.888%	March 13, 2019	6.8%
Province of Newfoundland and Labrador Treasury Bill	1.850%	January 10, 2019	5.4%

STEADYHAND SAVINGS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

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, 2019 and December 31, 2018, 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, 2019	Level 1	Level 2	Level 3	Total
Investments	\$ -	\$ 81,199,262	\$ -	\$ 81,199,262

December 31, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ -	\$ 65,730,622	\$ -	\$ 65,730,622

There were no transfers between Levels 1, 2 and 3 during the period ended June 30, 2019 and December 31, 2018.

STEADYHAND INCOME FUND

Statements of Financial Position (unaudited)

June 30, 2019 and December 31, 2018

	Note	Jun 2019	Dec 2018
Assets			
Cash		\$ 197,318	\$ 894,006
Balances due from brokers		572,230	2,108,820
Subscriptions receivable		-	333,599
Interest and dividends receivable		905,513	1,063,866
Derivative assets:			
Forwards		7,389	-
Futures		58,281	82,394
Investments		248,691,625	242,577,276
		250,432,356	247,059,961
Liabilities			
Balances due to brokers		1,991,879	271,968
Redemptions payable		5,000	3,046,028
Management fees payable	4	68,181	72,005
Derivative liabilities:			
Forwards		-	38,465
		2,065,060	3,428,466
Net assets attributable to holders of redeemable units		\$ 248,367,296	\$ 243,631,495
Represented by:			
Series A		\$ 87,470,292	\$ 81,126,192
Series O		160,897,004	162,505,303
		\$ 248,367,296	\$ 243,631,495
Number of units outstanding:	5		
Series A		7,826,531	7,771,250
Series O		13,457,238	14,633,038
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 11.18	\$ 10.44
Series O		11.96	11.11

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

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

“Tom Bradley”
Director

“Neil Jensen”
Director

STEADYHAND INCOME FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Revenue:			
Interest income		\$ 2,489,389	\$ 2,626,442
Dividend income		841,013	899,552
Distributions received from underlying fund		96,839	100,440
Other income		27,133	76,638
Foreign exchange gain		9,054	72,561
Changes in fair value of investments and derivatives:	6		
Net realized gain (loss)		3,533,436	(865,691)
Net change in unrealized appreciation (depreciation) - investments		12,890,532	(1,032,798)
Total revenue		19,887,396	1,877,144
Expenses:			
Management fees	4	431,209	461,792
Transaction costs	8	21,134	26,205
Independent review committee fees		1,532	2,050
Total operating expenses		453,875	490,047
Management fee reductions		(128,022)	(109,642)
Expenses waived or absorbed by Manager		(1,532)	(2,050)
		(129,554)	(111,692)
Net operating expenses		324,321	378,355
Increase in net assets attributable to holders of redeemable units from operations (excluding distributions)		19,563,075	1,498,798
Distributions to holders of redeemable units:			
From net investment income		(1,919,056)	(2,023,877)
Management fee reductions		(128,022)	(109,642)
		(2,047,078)	(2,133,519)
Increase (decrease) in net assets attributable to holders of redeemable units		\$ 17,516,997	\$ (634,730)
Increase (decrease) in net assets attributable to holders of redeemable units:			
Series A		\$ 5,711,591	\$ (620,402)
Series O		11,804,406	(14,328)
		\$ 17,515,997	\$ (634,730)
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 6,539,351	\$ 227,981
Series O		13,023,724	1,270,808
		\$ 19,563,075	\$ 1,498,789
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 1.68	\$ 0.03
Series O		4.46	0.09

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, 2019 and 2018

Series A	Note	2019	2018
Balance, beginning of period		\$ 81,126,192	\$ 91,949,476
Increase (decrease) in net assets attributable to holders of redeemable units		5,711,591	(620,402)
Redeemable unit transactions:			
Issue of redeemable units		5,278,285	4,736,045
Reinvestments of distributions		782,070	459,976
Redemption of redeemable units		(5,427,846)	(9,191,281)
Net increase (decrease) from redeemable unit transactions		632,509	(3,995,260)
Balance, end of period		\$ 87,470,292	\$ 87,333,814

Series O	Note	2019	2018
Balance, beginning of period		\$ 162,505,303	\$ 153,869,267
Increase (decrease) in net assets attributable to holders of redeemable units		11,804,406	(14,328)
Redeemable unit transactions:			
Issue of redeemable units		-	10,580,317
Reinvestment of distributions		1,219,318	635,657
Redemption of redeemable units		(14,632,023)	-
Net increase (decrease) from redeemable unit transactions		(13,412,705)	11,215,974
Balance, end of period		\$ 160,897,004	\$ 165,070,913

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

STEADYHAND INCOME FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 276,758,537	\$ 357,846,790
Purchase of investments		(265,982,409)	(365,766,029)
Realized gain (loss) on futures		(470,288)	390,361
Realized gain (loss) on forwards		(20,123)	72,442
Interest and dividends received		3,612,727	3,661,099
Balances due from broker		1,536,590	(5,261,555)
Balances due to broker		1,719,911	2,568,230
Management fees paid		(301,031)	(348,537)
		16,853,914	(6,837,199)
Financing activities:			
Proceeds from issue of redeemable units		5,611,884	16,388,510
Payments on redemption of redeemable units		(23,100,897)	(9,203,701)
Cash distributions paid to holders of redeemable units		(45,690)	(24,217)
		(17,534,703)	7,160,592
Increase (decrease) in cash		(680,789)	323,393
Cash (bank indebtedness), beginning of year		894,006	(89,649)
Effect of exchange rate fluctuations on cash		(14,367)	65,675
Cash, end of period		\$ 198,850	\$ 299,419

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

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2019

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Short-Term Investments - Treasury Bills:						
Canada	1.675%	07/11/2019	150,000	\$ 149,424	\$ 149,424	
Total short-term investments - Treasury Bills				149,424	149,424	0.1
Short-Term Investments - Bankers' Acceptance:						
Bank of Montreal BA	1.848%	07/05/2019	150,000	149,467	149,467	
Bank of Montreal BA	1.850%	08/19/2019	100,000	99,581	99,581	
Bank of Montreal BA	1.859%	08/30/2019	50,000	49,724	49,724	
Bank of Montreal BA	1.823%	09/03/2019	350,000	348,411	348,411	
Bank of Nova Scotia BA	1.842%	08/08/2019	300,000	298,831	298,831	
Canadian Imperial Bank of Commerce BA	1.850%	07/26/2019	150,000	149,349	149,349	
Total short-term investments - Bankers' Acceptance				1,095,363	1,095,363	0.4
Short-Term Investments - Bearer Deposit Notes:						
Canadian Imperial Bank of Commerce BDN	1.800%	09/05/2019	3,435,000	3,422,169	3,422,169	
Total short-term investments - Bearer Deposit Notes				3,422,169	3,422,169	1.4
Total short-term investments				4,666,956	4,666,956	1.9
Federal Bonds:						
Canada	0.500%	03/01/2022	22,247,000	21,592,504	21,705,399	
Canada	1.750%	03/01/2023	551,000	554,829	557,604	
Canada	2.000%	09/01/2023	542,000	550,759	554,999	
Canada	2.250%	03/01/2024	5,392,000	5,578,478	5,599,745	
Canada	2.250%	06/01/2029	1,809,000	1,931,270	1,939,739	
Canada	5.750%	06/01/2033	516,000	763,037	786,040	
Canada	5.000%	06/01/2037	2,273,000	3,182,664	3,452,059	
Canada	4.000%	06/01/2041	2,912,000	3,808,678	4,139,377	
Canada	2.750%	12/01/2048	9,804,000	11,700,008	12,221,462	
Canada Housing Trust No.1	2.400%	12/15/2022	2,653,000	2,672,678	2,720,373	
Canada Housing Trust No.1	2.350%	06/15/2023	8,899,000	8,801,786	9,134,587	
Canada Housing Trust No.1	2.550%	12/15/2023	5,541,000	5,549,358	5,748,535	
Total federal bonds				66,686,049	68,559,919	27.6
Provincial Bonds:						
Province of Alberta	2.350%	06/01/2025	2,018,000	1,996,434	2,064,643	
Province of Alberta	2.200%	06/01/2026	178,000	171,782	180,060	
Province of Alberta	2.900%	12/01/2028	1,033,000	1,029,292	1,096,080	
Province of Alberta	3.300%	12/01/2046	527,000	533,130	604,967	
Province of British Columbia	2.950%	12/18/2028	549,000	589,368	590,185	
Province of British Columbia	5.700%	06/18/2029	211,000	267,751	278,287	
Province of British Columbia	4.300%	06/18/2042	1,382,000	1,754,587	1,841,243	
Province of British Columbia	2.800%	06/18/2048	798,000	847,420	864,589	
Province of New Brunswick	5.500%	01/27/2034	5,000	6,389	6,787	
Province of New Brunswick	3.800%	08/14/2045	267,000	265,080	321,126	
Province of Ontario	2.600%	09/08/2023	64,000	66,303	66,102	
Province of Ontario	2.600%	06/02/2025	3,422,000	3,374,513	3,552,085	
Province of Ontario	2.400%	06/02/2026	11,000	10,650	11,286	
Province of Ontario	2.600%	06/02/2027	579,000	582,607	601,368	
Province of Ontario	2.900%	06/02/2028	723,000	757,928	768,447	
Province of Ontario	2.700%	06/02/2029	413,000	433,097	433,124	
Province of Ontario	5.850%	03/08/2033	514,000	701,656	724,685	
Province of Ontario	4.700%	06/02/2037	2,969,000	3,619,332	3,934,528	
Province of Ontario	4.650%	06/02/2041	170,000	204,817	231,656	
Province of Ontario	3.500%	06/02/2043	1,533,000	1,647,006	1,807,893	
Province of Ontario	2.900%	12/02/2046	755,000	737,881	814,574	
Province of Ontario	2.800%	06/02/2048	9,183,000	8,732,130	9,771,746	
Province of Ontario	2.900%	06/02/2049	791,000	802,878	860,375	
Province of Ontario	2.650%	12/02/2050	470,000	469,372	487,858	
Province of Quebec	3.500%	12/01/2022	327,000	336,156	346,197	
Province of Quebec	2.250%	02/22/2024	420,000	419,941	428,702	
Province of Quebec	3.500%	12/01/2045	298,000	320,134	357,400	
Province of Quebec	3.500%	12/01/2048	11,527,000	12,721,568	14,035,297	

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2019

	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 Saskatchewan	2.650%	06/02/2027	1,312,000	1,299,770	1,364,998	
Province of Saskatchewan	3.300%	06/02/2048	450,000	462,357	520,075	
Total provincial bonds				45,161,329	48,966,363	19.7
Municipal Bonds:						
City of Toronto - Canada	3.200%	08/01/2048	603,000	601,499	656,215	
Total municipal bonds				601,499	656,215	0.3
Corporate Bonds:						
407 International Inc. CP	2.470%	09/08/2022	436,000	430,101	441,088	
Altalink LP CP	4.922%	09/17/2043	94,000	124,845	124,910	
Bank of Montreal CP	1.880%	03/31/2021	3,232,000	3,164,854	3,229,117	
Bank of Montreal CP	3.400%	04/23/2021	3,738,000	3,838,277	3,835,102	
Bank of Montreal CP	1.610%	10/28/2021	4,841,000	4,662,643	4,805,719	
Bank of Montreal CP	2.270%	07/11/2022	363,000	353,787	365,880	
Bank of Montreal CP	2.850%	03/06/2024	1,377,000	1,389,413	1,407,152	
Bank of Nova Scotia CP	1.900%	12/02/2021	839,000	812,857	837,879	
Bank of Nova Scotia CP	2.360%	11/08/2022	420,000	408,572	424,433	
Bank of Nova Scotia CP	2.836%	07/03/2029	545,000	545,000	544,468	
Bank of Nova Scotia CP	4.650%	12/31/2049	312,000	373,043	390,216	
Canadian Imperial Bank CP	2.900%	09/14/2021	1,083,000	1,082,968	1,105,141	
Canadian Imperial Bank CP	2.300%	07/11/2022	720,000	707,342	725,916	
Canadian Imperial Bank CP	3.450%	04/04/2028	2,504,000	2,466,365	2,574,118	
Canadian Imperial Bank CP	2.950%	06/19/2029	820,000	819,959	824,031	
Capital Power Corp. CP	4.986%	01/23/2026	434,000	434,000	466,291	
Choice Properties LP CP	3.600%	04/20/2020	125,000	130,695	125,904	
Choice Properties REIT CP	3.196%	03/07/2023	558,000	561,069	570,831	
Choice Properties REIT CP	4.903%	07/05/2023	610,000	680,728	659,982	
Choice Properties REIT CP	4.293%	02/08/2024	438,000	463,624	465,960	
Choice Properties REIT CP	4.055%	11/24/2025	475,000	484,653	505,752	
Choice Properties REIT CP	4.178%	03/08/2028	840,000	840,000	900,785	
CPPIB Capital Inc. CP	3.000%	06/15/2028	660,000	660,000	706,911	
CU Inc. CP	4.543%	10/24/2041	659,000	750,352	813,675	
CU Inc. CP	3.805%	09/10/2042	134,000	136,475	150,271	
CU Inc. CP	4.722%	09/09/2043	744,000	890,102	948,195	
CU Inc. CP	4.085%	09/02/2044	117,000	135,907	137,449	
CU Inc. CP	3.950%	11/23/2048	110,000	118,491	128,443	
Empire Life Insurance CP	3.383%	12/16/2026	309,000	309,000	314,978	
Empire Life Insurance CP	3.664%	03/15/2028	726,000	727,858	750,685	
Enbridge Inc. CP	4.570%	03/11/2044	552,000	603,583	604,388	
Enbridge Inc. CP	5.375%	09/27/2077	1,054,000	1,005,083	1,042,469	
Enbridge Pipelines Inc. CP	4.330%	02/22/2049	388,000	400,905	435,036	
First Capital Realty Inc. CP	4.323%	07/31/2025	527,000	558,040	560,634	
Fortis BC Inc. CP	4.000%	10/28/2044	100,000	106,865	115,352	
H&R REIT CP	3.369%	01/30/2024	665,000	665,784	677,008	
Hydro One Inc. CP	2.540%	04/05/2024	777,000	776,782	792,265	
Hydro One Inc. CP	2.970%	06/26/2025	734,000	746,331	764,445	
Hydro One Inc. CP	3.020%	04/05/2029	495,000	494,272	516,027	
Hydro One Inc. CP	7.350%	06/03/2030	231,000	336,375	330,565	
Hydro One Inc. CP	6.930%	06/01/2032	264,000	363,440	379,293	
Hydro One Inc. CP	6.350%	01/31/2034	259,000	355,918	361,232	
Hydro One Inc. CP	4.390%	09/26/2041	270,000	303,289	322,062	
Hydro One Inc. CP	4.590%	10/09/2043	136,000	157,734	167,901	
Hydro One Inc. CP	3.910%	02/23/2046	451,000	472,372	510,742	
Hydro One Inc. CP	5.000%	10/19/2046	209,000	257,135	278,881	
Intact Financial Corp. CP	4.700%	08/18/2021	329,000	358,071	346,532	
Intact Financial Corp. CP	2.850%	06/07/2027	358,000	333,083	361,829	
Loblaw Cos Ltd CP	6.500%	01/22/2029	490,000	614,761	619,493	
Northwestern Hydro Acquisition Co. CP	3.877%	12/31/2036	805,000	822,549	852,640	
Nova Scotia Power Inc. CP	3.571%	04/05/2049	262,000	277,552	279,921	
Plenary Properties LTAP LP CP	6.288%	01/31/2044	56,289	71,250	76,590	
RBC Yield Curve Deposit Note Series 21	1.768%	07/16/2019	6,628,000	6,644,570	6,275,623	
RBC Yield Curve Deposit Note Series 22	1.765%	11/06/2019	2,783,000	2,789,958	2,616,404	

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2019

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Corporate Bonds (continued):						
Royal Bank of Canada CP	2.860%	03/04/2021	1,377,000	1,427,591	1,397,890	
Royal Bank of Canada CP	1.650%	07/15/2021	2,015,000	1,956,941	2,004,364	
Royal Bank of Canada CP	3.296%	09/26/2023	4,130,000	4,119,270	4,297,033	
Royal Bank of Canada CP	2.352%	07/02/2024	1,361,000	1,361,000	1,361,159	
Smart REIT CP	3.444%	08/28/2026	167,000	164,403	170,349	
Toronto-Dominion Bank. CP	2.621%	12/22/2021	1,131,000	1,116,659	1,149,367	
Toronto-Dominion Bank. CP	1.909%	07/18/2023	313,000	312,296	311,774	
Toronto-Dominion Bank. CP	2.850%	03/08/2024	472,000	484,432	483,085	
Toronto-Dominion Bank. CP	2.496%	12/02/2024	657,000	657,000	661,496	
Toronto-Dominion Bank. CP	3.060%	01/26/2032	478,000	477,828	480,137	
TransCanada Pipelines Ltd. CP	3.690%	07/19/2023	572,000	579,402	601,427	
TransCanada Pipelines Ltd. CP	8.050%	02/17/2039	197,000	309,749	308,368	
TransCanada Pipelines Ltd. CP	4.550%	11/15/2041	898,000	948,718	991,860	
TransCanada Pipelines Ltd. CP	4.350%	06/06/2046	762,000	777,383	824,049	
TransCanada Pipelines Ltd. CP	4.180%	07/03/2048	628,000	630,329	663,365	
TransCanada Trust CP	4.650%	05/18/2077	1,236,000	1,183,438	1,179,748	
Total corporate bonds				64,525,121	65,454,085	26.5
Total Bonds				176,973,998	183,636,582	74.1
Equities:						
Equities – Oil and Gas:						
ARC Resources Ltd.			36,900	619,321	236,529	
Canadian Natural Resources Ltd.			25,500	979,583	900,405	
Enbridge Inc.			32,472	1,403,196	1,535,926	
Parkland Fuel Corp.			23,300	893,775	968,115	
Pembina Pipeline Corp.			32,900	1,386,855	1,603,875	
Suncor Energy Inc.			45,800	1,958,644	1,870,930	
TC Energy Corp.			12,300	742,617	798,516	
Vermillion Energy Inc.			7,700	323,842	219,065	
Total equities – oil and gas				8,307,833	8,133,361	3.3
Equities – Industrial Goods and Services:						
Canadian National Railway Co.			20,000	1,921,013	2,424,000	
Thomson Reuters Corp.			16,769	976,870	1,416,645	
Total equities – industrial goods and services				2,897,883	3,840,645	1.5
Equities - Consumer Cyclical:						
Restaurant Brands International Inc.			9,500	840,167	865,165	
Total equities - consumer cyclical				840,167	865,165	0.3
Equities - Consumer Products:						
Cott Corp.			11,574	208,070	202,314	
Empire Co. Ltd.			32,600	982,945	1,075,148	
Maple Leaf Foods Inc.			26,500	847,442	760,020	
Total equities - consumer products				2,038,457	2,037,482	0.8
Equities - Financial Services:						
Bank of Nova Scotia			25,800	1,845,370	1,814,772	
Element Fleet Management Corp.			150,000	1,039,919	1,434,000	
Intact Financial Corp.			11,200	1,018,272	1,355,424	
Manulife Financial Corp.			39,700	890,849	944,860	
Royal Bank of Canada			43,200	3,833,724	4,495,823	
Sun Life Financial Inc.			10,000	434,424	542,300	
Toronto-Dominion Bank			59,279	3,567,066	4,536,029	
Total equities - financial services				12,629,624	15,123,208	6.1

STEADYHAND INCOME FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2019

	Coupon rate	Maturity or expiry date	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities (continued):						
Equities – Real Estate:						
Allied Property REIT			66,200	2,589,793	3,135,894	
Brookfield Property Partners LP			111,673	2,897,544	2,762,790	
Canadian Apartment Properties REIT			63,900	2,271,670	3,090,204	
Chartwell Retirement Residences			117,662	1,419,173	1,790,817	
First Capital Realty Inc. Installment Receipts			27,100	279,130	308,940	
First Capital Realty Inc.			144,000	2,889,049	3,147,840	
Total equities – real estate				12,346,359	14,236,485	5.7
Equities - Retailing:						
Loblaw Cos Ltd.			14,500	744,438	972,225	
Metro Inc.			19,900	843,753	977,886	
Total equities - retailing				1,588,191	1,950,111	0.8
Equities - Communications and Media:						
BCE Inc.			27,500	1,586,759	1,638,450	
Rogers Communications Inc. Class B			10,100	594,706	708,010	
Shaw Communications Inc. Class B			45,200	1,191,389	1,207,744	
TELUS Corp.			11,200	514,071	542,192	
Total equities - communications and media				3,868,925	4,096,396	1.6
Equities – Utilities and Pipelines:						
Algonquin Power & Utilities Corp.			63,300	803,494	1,004,572	
Brookfield Infrastructure Partners LP			30,960	1,129,322	1,737,785	
Fortis Inc.			21,000	959,343	1,085,910	
Northland Power Inc.			52,000	1,209,593	1,326,000	
Total equities – utilities and pipelines				4,101,752	5,154,267	2.1
Total Equities				\$ 48,619,191	\$ 55,437,120	22.2
Pooled Investment Funds						
CC&L High Yield Bond Fund, Series I			514,295	5,135,566	4,950,967	2.0
Transaction Costs				(32,127)		
Total Investment Portfolio				235,363,584	248,691,625	100.2
Derivatives:						
Total unrealized gain on forward contracts (Schedule 1)					7,389	-
Total unrealized gain on futures contracts (Schedule 2)					58,281	
Other Net Assets					(389,999)	(0.2)
Total Net Assets					\$ 248,367,296	100.0

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

STEADYHAND INCOME FUND

Forward Contracts (unaudited)

Schedule 1

As at June 30, 2019

Description	Maturity date	Currency amount	Contracted amount	Unrealized gain
US Dollars Forward	September 25, 2019	\$388,981	\$ 396,370	7,389

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

STEADYHAND INCOME FUND

Futures Contracts (unaudited)

Schedule 2

As at June 30, 2019

Description	Maturity date	Number of contracts	Fair value	Unrealized gain (loss)
CBOT 10 Year T-Note Futures	September 19, 2019	(9)	\$ (1,498,771)	
CBOT 10 Year T-Note Futures	September 19, 2019	(26)	\$ (4,329,790)	
CBOT 5 Year US T-Note Futures	September 30, 2019	(2)	\$ (333,060)	
Montreal 10 Year Canadian Bond Futures	September 19, 2019	8	1,143,440	
Montreal 10 Year Canadian Bond Futures	September 19, 2019	13	1,858,090	
Margins			3,218,372	
Future contracts				\$ (3,160,091)
Margin requirement				3,218,372
				\$ 58,281

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

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

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, 2019 and December 31, 2018, the Fund was invested in debt securities with the following credit quality:

	June 2019	Dec 2018	June 2019	Dec 2018
Rating:				
AAA	\$ 77,515,479	\$ 80,723,836	31.2%	33.1%
AA	40,416,200	25,842,825	16.3%	10.6%
A	53,726,725	59,450,902	21.6%	24.4%
BBB	16,882,754	17,492,081	6.8%	7.2%
Total	\$ 188,541,158	\$ 183,509,644	75.9%	75.3%

(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, 2019 and December 31, 2018, the Fund had no derivative liabilities.

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

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, 2019						
Debt securities	\$ 6,723,862	\$ 4,218,716	\$ 2,742,308	\$ 77,797,187	\$ 96,821,465	\$ 188,303,538
December 31, 2018						
Debt securities	\$ 3,885,219	\$ 2,637,755	\$ 2,421,586	\$ 80,567,194	\$ 83,347,373	\$ 182,859,127

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, 2019, 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 \$470,759 (December 31, 2018 - increased or decreased by \$457,148). 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, 2019		December 31, 2018	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States dollar	\$ 102.8	0.1%	\$ 335.3	0.1%

As at June 30, 2019, 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 \$1,028 (December 31, 2018- increased or decreased by approximately \$3,353). 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)

At June 30, 2019 and December 31, 2018

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, 2019 and December 31, 2018. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2019:

	Percentage of net assets
Canadian Treasury Bill 0.500% 01Mar2022	8.7%
Province of Quebec Bond 3.500% 01Dec2048	5.7%

At December 31, 2018: No securities exceeded 5% of net assets

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, 2019		December 31, 2018	
	5% Increase	5% Decrease	5% Increase	5% Decrease
DEX Universe Bond Index	\$ 9,181,829	\$ (9,181,829)	\$ 8,816,808	\$ (8,816,808)
S&P/TSX Composite Index	2,771,856	(2,771,856)	2,985,907	(2,985,907)
Total	\$ 11,953,685	\$ (11,953,685)	\$ 11,802,715	\$ (11,802,715)

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, 2019	Level 1	Level 2	Level 3	Total
Investments	\$ 60,388,087	\$ 199,303,538	\$ -	\$ 248,691,625
Derivative assets	65,670	-	-	65,670
	\$ 60,453,757	\$ 199,303,538	\$ -	\$ 248,757,295

STEADYHAND INCOME FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

2. Fair value of financial instruments (continued):

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

December 31, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 59,718,419	\$ 182,859,127	\$ -	\$ 242,577,276
Derivative assets	43,929	-	-	43,929
	\$ 59,762,078	\$ 182,859,127	\$ -	\$ 242,621,205

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2019 and December 31, 2018.

STEADYHAND FOUNDERS FUND

Statements of Financial Position (Unaudited)

June 30, 2019 and December 31, 2018

	Note	Jun 2019	Dec 2018
Assets			
Cash		\$ 4,371,726	\$ 384,940
Subscriptions receivable		55,895	364,694
Interest and dividends receivable		678,841	54,711
Investments		481,992,110	431,417,530
		<u>487,098,572</u>	<u>432,221,875</u>
Liabilities			
Redemptions payable		207,103	1,681,336
Management fees payable	4	497,160	491,967
Distribution payable		1,659,619	37
		<u>2,363,882</u>	<u>2,173,340</u>
Net assets attributable to holders of redeemable units		<u>\$ 484,734,690</u>	<u>\$ 430,048,535</u>
Number of units outstanding	5	<u>37,010,336</u>	<u>35,264,752</u>
Net assets attributable to holders of redeemable units per unit		<u>\$ 13.10</u>	<u>\$ 12.19</u>

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

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

"Tom Bradley"
Director

"Neil Jensen"
Director

STEADYHAND FOUNDERS FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Revenue:			
Interest income		\$ 20,448	\$ 6,081
Distributions received from underlying fund		1,588,063	1,722,601
Changes in fair value of investments:			
Net realized gain		2,325,811	176,078
Net change in unrealized appreciation (depreciation)		34,567,742	7,303,189
Total revenue		38,502,064	9,207,949
Expenses:			
Management fees	4	3,062,080	2,785,849
Independent review committee fees		1,532	2,050
Total operating expenses		3,063,612	2,787,899
Management fee reductions		(878,708)	(647,627)
Expenses waived or absorbed by Manager		(1,532)	(2,050)
		(880,240)	(649,677)
Net operating expenses		2,183,372	2,138,222
Increase in net assets attributable to holders of redeemable units from operations (excluding distributions)		36,318,692	7,069,727
Distributions to holders of redeemable units:			
From net investment income		(3,283,086)	(2,838,688)
Management fee reductions		(878,708)	(647,627)
		(4,161,794)	(3,486,315)
Increase in net assets attributable to holders of redeemable units		\$ 32,156,898	\$ 3,583,412
Increase in net assets attributable to holders of redeemable units (excluding distributions)		\$ 36,318,692	\$ 7,069,727
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions)		\$ 1.01	\$ 0.23

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, 2019 and 2018

Series A	Note	2019	2018
Balance, beginning of period		\$ 430,048,535	\$ 399,611,555
Increase in net assets attributable to holders of redeemable units		32,156,898	3,583,412
Redeemable unit transactions:			
Issue of redeemable units		39,723,547	42,409,738
Reinvestments of distributions		4,005,973	1,974,804
Redemption of redeemable units		(21,200,263)	(12,788,068)
Net increase from redeemable unit transactions		22,529,257	31,596,474
Balance, end of period		\$ 484,734,690	\$ 434,791,441

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

STEADYHAND FOUNDERS FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 42,337,231	\$ 16,350,000
Purchase of investments		(56,018,258)	(43,006,271)
Interest and dividends received		984,381	1,069,431
Management fees paid		(2,178,179)	(2,095,765)
Operating expenses paid		1,659,582	1,444,834
		<u>(13,215,243)</u>	<u>(26,237,771)</u>
Financing activities:			
Proceeds from issue of redeemable units		40,032,346	44,233,954
Payments on redemption of redeemable units		(22,674,496)	(12,780,418)
Cash distributions paid to holders of redeemable units		(155,821)	(1,511,511)
		<u>17,202,029</u>	<u>29,942,025</u>
Increase in cash		3,986,786	3,704,254
Cash, beginning of period		384,940	729,182
Cash, end of period		<u>\$ 4,371,726</u>	<u>\$ 4,433,436</u>

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

STEADYHAND FOUNDERS FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2019

	Number of units	Average cost	Fair value	% of net assets
Pooled Investment Funds:				
Steadyhand Equity Fund, Series O	5,324,585	\$ 79,786,521	\$ 103,787,880	
Steadyhand Global Equity Fund, Series O	12,092,678	112,477,950	103,134,819	
Steadyhand Global Small-Cap Equity Fund Series O	1,379,832	14,231,027	15,149,449	
Steadyhand Income Fund, Series O	13,406,778	150,749,152	160,292,775	
Steadyhand Savings Fund, Series O	5,575,055	55,750,548	55,750,547	
Steadyhand Small-Cap Equity Series O	2,731,433	41,401,381	43,876,640	
Total pooled investment funds		454,396,579	481,992,110	99.4
Total Investment Portfolio		454,396,579	481,992,110	99.4
Other Net Assets			2,742,580	0.6
Total Net Assets			\$ 484,734,690	100.0

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

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

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, 2019 and December 31, 2018, the Fund was invested in debt securities with the following credit quality:

	Jun		Dec	
	2019		2018	
Rating:				
AAA	\$ 79,397,848	\$ 68,379,230	16.4%	15.9%
AA	55,102,071	37,141,269	11.4%	8.6%
A	36,324,310	41,247,727	7.5%	9.6%
BBB	10,895,963	11,667,472	2.2%	2.7%
Total	\$ 181,720,192	\$ 158,435,698	37.5%	36.8%

(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, 2019 and December 31, 2018.

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

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.

June 30, 2019	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
Debt securities	\$ 20,389,079	\$ 42,177,107	\$ 5,379,739	\$ 52,192,236	\$ 62,487,621	\$ 182,625,782
December 31, 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	\$ 14,512,274	\$ 20,323,680	\$ 4,655,827	\$ 56,245,962	\$ 62,264,050	\$ 158,001,794

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, 2019, 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 \$456,564 (December 31, 2018 - increased or decreased by \$395,004). 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, 2019		December 31, 2018	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 91,452.1	18.9%	\$ 87,876.0	20.4%
Euro	20,874.7	4.3%	12,577.1	2.9%
British Pound	16,655.8	3.4%	16,493.4	3.8%
Japanese Yen	15,322.8	3.2%	11,295.4	2.6%
Norwegian Krone	8,224.0	1.7%	7,543.1	1.8%
Swiss Franc	4,484.8	0.9%	3,653.1	0.9%
Danish Krone	3,152.1	0.7%	6,062.4	1.4%
Hong Kong Dollar	1,989.6	0.4%	1,534.2	0.4%
Korean Won	1,778.9	0.4%	1,898.1	0.4%
Swedish Krone	796.4	0.2%	-	-%
Australian Dollar	446.8	0.1%	-	-%
	\$ 165,178.0	34.2%	\$ 148,932.8	34.6%

STEADYHAND FOUNDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

At June 30, 2019 and December 31, 2018

1. Financial risk management (continued):

(c) Market risk (continued):

(ii) Currency risk (continued):

As at June 30, 2019, 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 \$1,651,780 (December 31, 2018 - increased or decreased by approximately \$1,489,334). 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, 2019 or December 31, 2018. No exposure to any individual issuer exceeded 5% of the net assets attributable to the holders of redeemable units either at June 30, 2019 or December 31, 2018.

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	Jun 30, 2019		Dec 31, 2018	
	5% Increase	5% Decrease	5% Increase	5% Decrease
DEX 90 Day TBill Index	\$ 1,204,980	\$ (1,204,980)	\$ 1,078,544	\$ (1,078,544)
DEX Universe Bond Index	8,434,862	(8,434,862)	7,549,807	(7,549,807)
S&P/TSX Composite Index	8,434,862	(8,434,862)	7,549,807	(7,549,807)
Morningstar Developed Markets Index (\$Cdn)	6,024,901	(6,024,901)	5,392,719	(5,392,719)
Total	\$ 24,099,605	\$ (24,099,605)	\$ 21,570,877	\$ (21,570,877)

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)

At June 30, 2019 and December 31, 2018

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, 2019	Level 1	Level 2	Level 3	Total
Investments	\$ 481,992,110	\$ -	\$ -	\$ 481,992,110

December 31, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 431,417,530	\$ -	\$ -	\$ 431,417,530

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2019 and December 31, 2018.

STEADYHAND BUILDERS FUND

Statements of Financial Position (unaudited)

June 30, 2019

	Note	Jun 2019
Assets		
Cash		\$ 400,040
Subscriptions receivable		36,807
Interest and dividends receivable		2
Investments		41,900,430
		<hr/> 42,337,279
Liabilities		
Management fees payable	4	49,779
		<hr/> 49,779
Net assets attributable to holders of redeemable units		
		<hr/> \$ 42,287,500
Number of units outstanding	5	4,120,160
<hr/>		
Net assets attributable to holders of redeemable units per unit		\$ 10.26

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

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

"Tom Bradley"
Director

"Neil Jensen"
Director

STEADYHAND BUILDERS FUND

Statements of Comprehensive Income (unaudited)

For the period from January 23 (inception date) to June 30, 2019

	Note	2019
Revenue:		
Interest income		\$ 2,158
Changes in fair value of investments:		
Net realized gain		160
Net change in unrealized appreciation (depreciation)		653,941
Total revenue		656,259
Expenses:		
Management fees	4	162,259
Independent review committee fees		1,532
Total operating expenses		163,791
Management fee reductions		(45,094)
Expenses waived or absorbed by Manager		(1,532)
Net operating expenses		(46,626)
Increase in net assets attributable to holders of redeemable units from operations (excluding distributions)		117,165
Distributions to holders of redeemable units:		
Management fee reductions		(45,094)
Increase in net assets attributable to holders of redeemable units		(45,094)
Increase in net assets attributable to holders of redeemable units		\$ 494,000
Increase in net assets attributable to holders of redeemable units (excluding distributions)		\$ 539,094
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions)		\$ 0.24

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

STEADYHAND BUILDERS FUND

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

For the period from January 23 (inception date) to June 30, 2019

Series A	Note	2019
Balance, beginning of period		\$ -
Increase in net assets attributable to holders of redeemable units		494,000
Redeemable unit transactions:		
Issue of redeemable units		42,645,562
Reinvestments of distributions		45,094
Redemption of redeemable units		(897,156)
Net increase from redeemable unit transactions		41,793,500
Balance, end of period		\$ 42,287,500

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

STEADYHAND BUILDERS FUND

Statements of Cash Flows (unaudited)

For the period from January 23 (inception date) to June 30, 2019

	Note	2019
Cash provided by (used in):		
Operating activities:		
Proceeds from sale of investments		\$ 9,802
Purchase of investments		(41,256,131)
Interest and dividends received		2,156
Management fees paid		(67,386)
		<u>(41,311,559)</u>
Financing activities:		
Proceeds from issue of redeemable units		42,608,755
Payments on redemption of redeemable units		(897,156)
		<u>41,711,599</u>
Increase in cash		400,040
Cash, beginning of period		-
Cash, end of period		<u>\$ 400,040</u>

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

STEADYHAND BUILDERS FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2019

	Number of units	Average cost	Fair value	% of net assets
Pooled Investment Funds:				
Steadyhand Equity Fund, Series O	744,677	\$ 13,939,303	\$ 14,515,394	
Steadyhand Global Equity Fund, Series O	1,740,009	15,243,643	14,840,013	
Steadyhand Global Small-Cap Equity Series O	572,684	6,002,427	6,287,613	
Steadyhand Small-Cap Equity Fund, Series O	389,540	6,061,116	6,257,410	
Total pooled investment funds		41,246,489	41,900,430	99.1
Total Investment Portfolio		41,246,489	41,900,430	99.1
Other Net Assets			387,070	0.9
Total Net Assets			\$ 42,287,500	100.0

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

STEADYHAND BUILDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2019

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 fundamental investment objective of the Steadyhand Builders Fund is to achieve long-term capital growth through exposure to a diversified portfolio of Canadian and foreign common stocks, and fixed income securities.

The Fund invests roughly one-third in Canadian equities and two-thirds in foreign equities. 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.

Financial risks applicable to the Steadyhand Builders 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, 2019, the Fund was invested in debt securities with the following credit quality:

	June 30,		June 30,	
	2019	2018	2019	2018
Rating:				
AAA	\$ 1,051,396	\$ -	2.5%	-%
Total	\$ 1,051,396	\$ -	2.5%	-%

(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, 2019.

(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.

STEADYHAND BUILDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2019

1. Financial risk management (continued):

(c) Market risk (continued):

(i) Interest rate risk (continued):

June 30, 2019	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	Total
Debt securities	\$ -	\$1,051,396	\$ -	\$ -	\$ -	\$ 1,051,396

December 31, 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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2019, 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 \$2,628 (December 31, 2018 - increased or decreased by \$Nil). 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, 2019		December 31, 2018	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 13,037.5	30.8%	\$ -	-%
Euro	2,991.2	7.1%	-	-%
British Pound	2,378.6	5.6%	-	-%
Japanese Yen	2,187.6	5.2%	-	-%
Norwegian Krone	1,183.3	2.8%	-	-%
Swiss Franc	627.5	1.5%	-	-%
Danish Krone	442.4	1.1%	-	-%
Hong Kong Dollar	286.3	0.7%	-	-%
Korean Won	256.0	0.6%	-	-%
Swedish Krone	114.4	0.3%	-	-%
Australian Dollar	64.3	0.2%	-	-%
	\$ 23,569.1	55.9%	\$ -	-%

STEADYHAND BUILDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2019

1. Financial risk management (continued):

(c) Market risk (continued):

(ii) Currency risk (continued):

As at June 30, 2019, 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 \$235,691 (December 31, 2018 - increased or decreased by approximately \$Nil). 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, 2019. No exposure to any individual issuer exceeded 5% of the net assets attributable to the holders of redeemable units either at June 30, 2019.

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, 2019		December 31, 2018	
	5% Increase	5% Decrease	5% Increase	5% Decrease
FTSE Canadian Universe				
Bond Index	104,751	(104,751)	-	-
S&P/TSX Canadian				
Composite Index	419,004	(419,004)	-	-
S&P/TSX SmallCap Index	209,502	(209,502)		
Morningstar Developed				
Markets Index	1,047,511	(1,047,511)		
S&P Global Small Cap Index	314,253	(314,253)	-	-
Total	\$ 2,095,022	\$ (2,095,022)	\$ -	\$ -

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 BUILDERS FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2019

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, 2019	Level 1	Level 2	Level 3	Total
Investments	\$ 41,900,430	\$ -	\$ -	\$ 41,900,430

December 31, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ -	\$ -	\$ -	\$ -

There were no transfers between Levels 1, 2 and 3 during the periods ended December 31, 2019 or 2018.

STEADYHAND EQUITY FUND

Statements of Financial Position (unaudited)

June 30, 2019 and December 31, 2018

	Note	Jun 2019	Dec 2018
Assets			
Cash		\$ 63,013	\$ 440,181
Subscriptions receivable		83,239	232,606
Interest and dividends receivable		577,522	319,298
Investments		221,079,331	204,721,393
		<u>221,803,105</u>	<u>205,713,478</u>
Liabilities			
Balances due to brokers		82,516	-
Redemptions payable		28,510	30,509
Management fees payable	4	113,056	125,763
		<u>224,082</u>	<u>156,272</u>
Net assets attributable to holders of redeemable units		<u>\$ 221,579,023</u>	<u>\$ 205,557,206</u>
Represented by:			
Series A		\$ 103,239,171	\$ 103,720,328
Series O		118,339,852	101,836,878
		<u>\$ 221,579,023</u>	<u>\$ 205,557,206</u>
Number of units outstanding:	5		
Series A		5,502,111	6,205,195
Series O		6,071,150	5,905,735
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 18.76	\$ 16.72
Series O		19.49	17.24

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

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

“Tom Bradley”
Director

“Neil Jensen”
Director

STEADYHAND EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Revenue:			
Interest income		\$ 130,358	\$ 54,315
Dividend income		2,597,152	2,167,453
Foreign exchange loss		(9,882)	(287)
Change in fair value of investments:			
Net realized gain		11,191,198	1,036,006
Net change in unrealized appreciation		12,808,919	4,528,945
Total revenue		26,717,745	7,786,432
Expenses:			
Management fees	4	734,780	747,259
Withholding taxes	7	123,040	77,588
Transaction costs	8	43,915	7,420
Independent review committee fees		1,532	2,050
Total operating expenses		903,267	834,317
Management fee reductions		(222,452)	(183,078)
Expenses waived or absorbed by Manager		(1,532)	(2,050)
		(223,984)	(185,128)
Net operating expenses		679,283	649,189
Increase in net assets attributable to holders of redeemable units from operations (excluding distributions)			
		26,038,462	7,137,243
Distributions to holders of redeemable units:			
Management fee reductions		(222,452)	(183,078)
		(222,452)	(183,078)
Increase in net assets attributable to holders of redeemable units			
		\$ 25,816,010	\$ 6,954,165
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 12,289,146	\$ 3,407,915
Series O		13,526,864	3,546,250
		\$ 25,816,010	\$ 6,954,165
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 12,513,130	\$ 3,590,993
Series O		13,526,864	3,546,250
		\$ 26,039,994	\$ 7,137,243
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 2.13	\$ 0.60
Series O		2.22	0.83

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, 2019 and 2018

Series A	Note	2019	2018
Balance, beginning of period		\$ 103,720,328	\$ 102,077,265
Increase in net assets attributable to holders of redeemable units		12,289,146	3,407,915
Redeemable unit transactions:			
Issue of redeemable units		4,185,972	9,533,492
Reinvestments of distributions		222,452	183,078
Redemption of redeemable units		(17,178,727)	(4,667,383)
Net increase (decrease) from redeemable unit transactions		(12,770,303)	5,049,187
Balance, end of period		\$ 103,239,171	\$ 110,534,367

Series O	Note	2019	2018
Balance, beginning of period		\$ 101,836,878	\$ 70,225,322
Increase in net assets attributable to holders of redeemable units		13,526,864	3,546,250
Redeemable unit transactions:			
Issue of redeemable units		13,976,110	12,166,632
Redemption of redeemable units		(11,000,000)	-
Net increase from redeemable unit transactions		2,976,110	12,166,632
Balance, end of period		\$ 118,339,852	\$ 85,938,204

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

STEADYHAND EQUITY FUND

Statements of Cash Flows (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 103,864,626	\$ 18,231,411
Purchase of investments		(96,265,698)	(36,869,568)
Interest and dividends received		2,469,286	1,960,904
Balances due to broker		82,516	39,745
Management fees paid		(525,035)	(553,847)
Foreign withholding taxes paid		(123,040)	(77,588)
		9,502,655	(17,268,943)
Financing activities:			
Proceeds from issue of redeemable units		18,311,449	21,852,893
Payments on redemption of redeemable units		(28,180,726)	(4,669,659)
		(9,869,277)	17,183,234
Decrease in cash		(366,622)	(85,709)
Cash, beginning of period		440,181	210,828
Effect of exchange rate fluctuations on cash		(10,546)	3,599
Cash, end of period		\$ 63,013	\$ 128,718

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

STEADYHAND EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2019

	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	1.650%	09/05/2019	13,840,000	\$ 13,788,906	\$ 13,788,906	
Total short-term investments - treasury bills				13,788,906	13,788,906	6.2
Equities - Oil and Gas:						
Pason Systems Inc.			398,000	7,515,277	7,554,040	
Suncor Energy Inc.			264,250	9,338,775	10,794,613	
Total equities – oil and gas				16,854,052	18,348,653	8.3
Equities - Basic Materials:						
Franco-Nevada Corp.			128,800	9,669,482	14,316,120	
Nutrien Ltd.			127,548	6,624,966	8,934,737	
Total equities - basic materials				16,294,448	23,250,857	10.5
Equities - Industrial Goods and Services:						
CAE Inc.			182,873	2,435,761	6,438,958	
Canadian National Railway Co.			81,200	5,845,306	9,841,440	
CCL Industries Inc.			194,500	8,629,845	12,490,790	
Christian Hansen A/S			47,500	5,821,602	5,837,691	
Ritchie Bros. Auctioneers Inc.			178,285	5,752,561	7,764,312	
Sika AG			42,089	6,940,667	9,397,863	
Total equities - industrial goods and services				35,425,742	51,771,054	23.4
Equities – Communications and Media:						
TELUS Corp.			139,500	6,840,501	6,753,195	
Total equities – communications and media				6,840,501	6,753,195	3.0
Equities - Consumer Cyclical:						
Magna International Inc.			109,600	6,087,990	7,141,536	
Total equities - consumer cyclical				6,087,990	7,141,536	3.2
Equities - Consumer Products:						
Fomento Económico Mexicano			64,750	7,122,462	8,186,188	
Total equities - consumer products				7,122,462	8,186,188	3.7
Equities - Financial Services:						
CME Group Inc.			41,900	9,685,507	10,628,034	
Experian PLC			240,000	4,883,465	9,515,542	
S&P Global Inc.			7,500	2,255,769	2,232,477	
Toronto-Dominion Bank			173,900	9,528,683	13,306,828	
Visa Inc. Cl.A			60,547	4,416,518	13,731,192	
Total equities - financial services				30,769,942	49,414,073	22.3
Equities - Healthcare:						
Koninklijke Philips NV			115,500	5,969,541	6,563,145	
Novartis ADR			72,700	5,483,518	8,674,486	
Total equities – healthcare				11,453,059	15,237,631	6.9
Equities – Retailing:						
CVS Health Corp.			93,233	7,140,450	6,638,615	
Dollarama Inc.			172,000	7,294,814	7,924,040	
Total equities - retailing				14,435,264	14,562,655	6.6
Equities - Technology:						
Keyence Corp.			11,375	7,933,025	9,123,551	
Microsoft Corp.			20,000	3,343,964	3,501,032	
Total equities - technology				11,276,989	12,624,583	5.7
Total equities				156,560,449	207,290,425	93.6
Transaction costs				(68,630)	-	

STEADYHAND EQUITY FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2019

	Average cost	Fair value	Percentage of net assets %
Total Investment Portfolio	170,280,725	221,079,331	99.8
Other Net Assets		499,692	0.2
Total Net Assets		\$221,579,023	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, 2019 and December 31, 2018

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, 2019 and December 31, 2018, 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, 2019 and December 31, 2018.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2019 and December 31, 2018, 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, 2019		December 31, 2018	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States dollar	\$ 54,042.9	24.4%	\$ 57,653.5	28.3%
British Pound	9,515.5	4.3%	8,254.5	4.0%
Swiss Franc	9,421.0	4.3%	7,220.6	3.5%
Japanese Yen	9,123.6	4.1%	7,995.4	3.9%
Euro	6,563.1	3.0%	-	-
Danish Krone	5,898.6	2.7%	12,236.9	6.0%
	\$ 94,564.7	42.8%	\$ 93,360.9	45.7%

As at June 30, 2019, 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 \$945,647 (December 31, 2018 - increased or decreased by approximately \$933,609). 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, 2019 and December 31, 2018

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, 2019 and December 31, 2018. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2019:

	Percentage of net assets
Franco-Nevada Corp.	6.5%
Canadian Treasury Bill 1.650% 05Sept2019	6.2%
Visa Inc.	6.2%
Toronto-Dominion Bank	6.0%
CCL Industries Inc.	5.6%

At December 31, 2018:

	Percentage of net assets
Franco-Nevada Corp.	6.2%
Visa Inc.	6.0%
Toronto-Dominion Bank	5.1%
Suncor Energy Inc.	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, 2019		December 31, 2018	
	5% Increase	5% Decrease	5% Increase	5% Decrease
S&P/TSX Composite Index	\$ 6,218,713	\$ (6,218,713)	\$ 5,771,461	\$ (5,771,461)
Morningstar Developed Markets Index (\$Cdn)	4,145,809	(4,145,809)	3,847,641	(3,847,641)
Total	\$ 10,364,522	\$ (10,364,522)	\$ 9,619,101	\$ (9,619,101)

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, 2019 and December 31, 2018

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, 2019	Level 1	Level 2	Level 3	Total
Investments	\$ 207,290,425	\$ 13,788,906	\$ -	\$ 221,079,331

December 31, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 192,382,026	\$ 12,339,367	\$ -	\$ 204,721,393

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2019 and December 31, 2018.

STEADYHAND GLOBAL EQUITY FUND

Statements of Financial Position (unaudited)

June 30, 2019 and December 31, 2018

	Note	Jun 2019	Dec 2018
Assets			
Cash		\$ 3,821,480	\$ 17,764,663
Subscriptions receivable		47,432	237,558
Interest and dividends receivable		486,683	540,778
Investments		186,259,527	165,953,804
		190,615,122	184,496,803
Liabilities			
Balances due to brokers		120,265	3,320,398
Redemptions payable		27,890	27,591
Management fees payable	4	99,749	123,595
		247,904	3,471,584
Net assets attributable to holders of redeemable units			
		\$ 190,367,218	\$ 181,025,219
Represented by:			
Series A		\$ 72,392,758	\$ 81,102,021
Series O		117,974,460	99,923,198
		\$ 190,367,218	\$ 181,025,219
Number of units outstanding:			
Series A	5	8,882,979	10,349,575
Series O		13,832,686	12,291,525
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 8.15	\$ 7.84
Series O		8.53	8.13

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:

“Tom Bradley”
Director

“Neil Jensen”
Director

STEADYHAND GLOBAL EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Revenue:			
Interest income		\$ 109,705	\$ 14,188
Dividend income		2,991,381	3,372,502
Foreign exchange income (loss)		68,767	(89,752)
Changes in fair value of investments:			
Net realized gain		1,384,161	9,391,748
Net change in unrealized appreciation (depreciation)		4,907,986	(8,650,763)
Total revenue		9,462,000	4,037,923
Expenses:			
Management fees	4	700,797	822,188
Withholding taxes	7	288,767	336,416
Transaction costs	8	14,735	77,904
Independent review committee fees		1,532	2,050
Total operating expenses		1,005,831	1,238,558
Management fee reductions		(228,276)	(221,155)
Expenses waived or absorbed by Manager		(1,532)	(2,050)
		(229,808)	(223,205)
Net operating expenses		776,023	1,015,353
Increase in net assets attributable to holders of redeemable units from operations (excluding distributions)		8,685,977	3,022,570
Distributions to holders of redeemable units:			
Management fee reductions		(228,276)	(221,155)
		(228,276)	(221,155)
Increase in net assets attributable to holders of redeemable units		\$ 8,457,701	\$ 2,801,415
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 3,693,562	\$ 1,077,445
Series O		4,764,139	1,723,970
		\$ 8,457,701	\$ 2,801,415
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 3,921,838	\$ 1,298,600
Series O		4,764,139	1,723,970
		\$ 8,685,977	\$ 3,022,570
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 0.40	\$ 0.15
Series O		0.36	0.24

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, 2019 and 2018

Series A	Note	2019	2018
Balance, beginning of period		\$ 81,102,021	\$ 86,128,769
Increase in net assets attributable to holders of redeemable units		3,693,562	1,077,445
Redeemable unit transactions:			
Issue of redeemable units		2,989,361	9,166,480
Reinvestments of distributions		228,276	221,155
Redemption of redeemable units		(15,620,462)	(2,416,538)
Net increase (decrease) from redeemable unit transactions		(12,402,825)	6,971,097
Balance, end of period		\$ 72,392,758	\$ 94,177,311

Series O	Note	2019	2018
Balance, beginning of period		\$ 99,923,198	\$ 72,825,436
Increase in net assets attributable to holders of redeemable units		4,764,139	1,723,970
Redeemable unit transactions:			
Issue of redeemable units		17,287,123	9,731,076
Redemption of redeemable units		(4,000,000)	(1,000,000)
Net increase from redeemable unit transactions		13,287,123	8,731,076
Balance, end of period		\$ 117,974,460	\$ 83,280,482

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, 2019 and 2018

	Note	2019	2018
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 15,284,231	\$ 30,940,315
Purchase of investments		(29,054,999)	(39,087,151)
Interest and dividends received		3,155,181	3,191,808
Balances due from brokers		(3,200,133)	98,253
Management fees paid		(494,835)	(587,711)
Foreign withholding taxes paid		(288,767)	(336,416)
		(14,599,322)	(5,780,902)
Financing activities:			
Proceeds from issue of redeemable units		20,466,610	18,946,164
Payments on redemption of redeemable units		(19,620,163)	(3,416,863)
		846,447	15,529,301
Increase (decrease) in cash		(13,752,875)	9,748,399
Cash, beginning of period		17,764,663	9,348,991
Effect of exchange rate fluctuations on cash		(188,776)	(86,627)
Cash, end of period		\$ 3,823,012	\$ 19,010,763

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

STEADYHAND GLOBAL EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2019

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities - Oil and Gas:				
Anadarko Petroleum Corp.	16,966	\$ 1,358,985	\$ 1,564,322	
Cenovus Energy Inc.	179,887	1,977,045	2,077,695	
CGG SA	755,678	2,049,098	1,858,298	
Encana Corp.	351,500	4,501,885	2,362,080	
Frank's International NV	587,240	6,473,845	4,189,858	
Halliburton Co.	76,921	3,511,355	2,285,738	
JXTG Holdings Inc.	540,700	4,112,931	3,504,587	
National Oilwell Varco Inc.	44,969	2,607,448	1,306,302	
Northern Drilling Ltd.	309,513	3,058,291	1,783,650	
Royal Dutch Shell PLC	52,757	2,211,717	2,253,982	
Schlumberger NV	79,162	6,196,489	4,110,888	
Total equities - oil and gas		38,059,089	27,297,410	14.3
Equities - Industrial Goods and Services:				
Chugoku Mar Paints	442,600	5,599,880	4,960,180	
Elis SA.	101,843	2,742,058	2,417,292	
KCC Corp.	4,030	1,507,919	1,256,514	
Konecranes OYJ	128,663	6,379,050	6,427,502	
Sealed Air Corp.	29,213	1,515,625	1,633,082	
Stericycle Inc.	33,076	2,089,402	2,063,846	
Tadano Ltd.	69,500	887,755	946,626	
Wabtec Corp.	22,198	2,113,270	2,081,552	
Total equities - industrial goods and services		22,834,959	21,786,594	11.4
Equities - Communications and Media:				
21 ST Century Fox Inc. Class A	104,556	5,202,274	5,006,053	
Discovery Communications Inc.	169,432	6,240,402	6,797,117	
Eutelsat Communications SA	45,326	1,409,136	1,108,885	
SES SA	40,449	1,064,944	827,652	
Tribune Media Co.	61,258	3,175,682	3,699,847	
Total equities - communications and media		17,092,438	17,439,554	9.2
Equities - Consumer Cyclical:				
Walt Disney Co.	33,185	4,843,802	6,055,397	
William Hill PLC	1,480,625	5,745,209	3,805,661	
Total equities - consumer cyclical		10,589,011	9,861,058	5.2
Equities - Consumer Products:				
Altria Group Inc.	52,103	3,932,705	3,223,842	
Bakkafrost P/F	35,740	2,612,520	2,607,380	
British American Tobacco PLC	85,366	5,248,931	3,902,795	
Grieg Seafood ASA	132,949	1,959,420	2,410,530	
Imperial Brands PLC	94,828	4,380,040	2,912,544	
MOWI ASA	200,657	5,668,911	6,133,821	
Norway Royal Salmon AS	80,867	2,505,611	2,244,567	
Total equities - consumer products		26,308,138	23,435,479	12.3
Equities - Financial Services:				
AIA Group Ltd.	260,600	2,862,147	3,672,363	
Alleghany Corp.	7,788	6,427,984	6,931,610	
Artisan Partners Asset Management Inc.	68,483	2,880,109	2,462,761	
Bankia SA	552,542	2,713,022	1,708,630	
Berkshire Hathaway Inc. Class A	15,395	4,209,361	4,288,415	
BrightSphere Investment Group PLC	245,569	4,058,674	3,661,425	
Burford Capital Ltd.	149,072	4,503,221	3,842,765	
Legg Mason Inc.	93,881	3,842,040	4,696,136	
NN Group NV	73,168	4,092,070	3,854,443	
Total equities - financial services		35,588,628	35,118,548	18.5

STEADYHAND GLOBAL EQUITY FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2019

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities (continued):				
Equities - Healthcare:				
Allergan PLC	20,396	4,782,033	4,462,408	
Attendo AB	113,826	773,365	645,420	
Bayer AG	68,981	7,245,791	6,255,602	
Mediclinic International PLC	511,064	3,761,269	2,591,485	
Medtronic PLC	45,531	5,667,891	5,794,453	
Spire Healthcare Group PLC	1,820,350	4,838,946	3,623,807	
Takeda Pharmaceutical Co. Ltd.	131,852	3,226,300	3,049,657	
Zimmer Biomet Holdings Inc.	42,883	6,918,526	6,597,815	
Total equities - healthcare		37,214,121	33,020,647	17.3
Equities - Technology:				
NCR Corp.	118,805	4,369,682	4,828,209	
Total equities - technology		4,369,682	4,828,209	2.5
Equities - Real Estate:				
Heiwa Real Estate REIT Inc.	197,900	4,440,606	5,282,990	
Total equities - real estate		4,440,606	5,282,990	2.8
Equities - Retailing:				
GS Home Shopping Inc.	4,153	997,650	808,879	
Hyundai Home Shopping Network Corp.	10,154	1,328,028	1,218,102	
Seven & i Holdings Co. Ltd	53,700	2,826,618	2,375,982	
Total equities - retailing		5,152,296	4,402,963	2.3
Equities - Utilities:				
Vistra Energy Corp.	127,974	3,900,463	3,786,075	
Total equities - utilities		3,900,463	3,786,075	2.0
Total Equities		205,549,431	186,259,527	97.8
Transaction Costs		(200,616)		
Total Investment Portfolio		205,348,815	186,259,527	97.8
Other Net Assets			4,107,691	2.2
Total Net Assets			\$190,367,218	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, 2019 and December 31, 2018

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, 2019 and December 31, 2018, 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, 2019 and December 31, 2018.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2019 and December 31, 2018, 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, 2019		December 31, 2018	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 96,337.1	50.6%	\$ 93,198.8	51.5%
Euro	26,847.3	14.1%	22,785.4	12.6%
British Pound	20,834.3	10.9%	22,471.7	12.4%
Japanese Yen	16,950.1	8.9%	13,287.3	7.3%
Norwegian Krone	15,179.9	8.0%	13,666.6	7.5%
Hong Kong Dollar	3,672.4	1.9%	2,779.5	1.5%
Korean Won	3,283.5	1.7%	3,438.6	1.9%
Swedish Krone	645.4	0.3%	-	-%
Swiss Franc	132.9	0.1%	137.4	0.1%
	\$ 183,882.9	96.5%	\$ 171,765.3	94.8%

STEADYHAND GLOBAL EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2019 and December 31, 2018

1. Financial risk management (continued):

(c) Market risk (continued):

(ii) Currency risk (continued):

As at June 30, 2019, 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 \$1,838,829 (December 31, 2018 - increased or decreased by approximately \$1,717,653). 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, 2019 or December 31, 2018. No exposure to any individual issuer exceeded 5% of the net assets attributable to the holders of redeemable units either at June 30, 2019 or December 31, 2018.

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, 2019		December 31, 2018	
	5% Increase	5% Decrease	5% Increase	5% Decrease
Morningstar Developed Markets Index (\$Cdn)	\$ 9,312,976	\$ (9,312,976)	\$ 8,292,690	\$ (8,292,690)

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, 2019	Level 1	Level 2	Level 3	Total
Investments	\$ 186,259,527	\$ -	\$ -	\$ 186,259,527
December 31, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 165,953,804	\$ -	\$ -	\$ 165,953,804

There were no transfers between Levels 1, 2, and 3 during the periods ended June 30, 2019 or December 31, 2018.

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Financial Position (unaudited)

June 30, 2019 and December 31, 2018

	Note	Jun 2019	Dec 2018
Assets			
Cash		\$ 200,510	\$ 1,080,898
Subscriptions receivable		19,877	135,586
Interest and dividends receivable		237,229	242,440
Investments		104,482,232	91,501,114
		<u>104,939,848</u>	<u>92,960,038</u>
Liabilities			
Redemptions payable		23,603	750
Management fees payable	4	75,035	84,216
		<u>98,638</u>	<u>84,966</u>
Net assets attributable to holders of redeemable units		<u>\$ 104,841,210</u>	<u>\$ 92,875,072</u>
Represented by:			
Series A		\$ 54,707,172	\$ 55,050,687
Series O		50,134,038	37,824,385
		<u>\$ 104,841,210</u>	<u>\$ 92,875,072</u>
Number of units outstanding:	5		
Series A		3,588,887	4,152,921
Series O		3,120,972	2,731,433
Net assets attributable to holders of redeemable units per unit:			
Series A		\$ 15.24	\$ 13.26
Series O		16.06	13.85

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

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

“Tom Bradley”
Director

“Neil Jensen”
Director

STEADYHAND SMALL-CAP EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30, 2019 and 2018

	Note	2019	2018
Revenue:			
Interest income		\$ 150,042	\$ 179,143
Dividend income		1,096,127	1,077,411
Foreign exchange gain		5,509	412,445
Change in fair value of investments:			
Net realized gain		1,157,375	9,361,450
Net change in unrealized appreciation (depreciation)		12,486,481	(5,031,065)
Total revenue		14,895,534	5,999,384
Expenses:			
Management fees	4	500,852	560,152
Withholding taxes	7	5,359	-
Transaction costs	8	38,420	86,500
Independent review committee fees		1,532	2,050
Total operating expenses		546,163	648,702
Management fee reductions		(160,429)	(191,225)
Expenses waived or absorbed by Manager		(1,532)	(2,050)
		(161,961)	(193,275)
Net operating expenses		384,202	455,427
Increase in net assets attributable to holders of redeemable units from operations (excluding distributions)		14,511,332	5,543,957
Distributions to holders of redeemable units:			
From management fee reductions		(160,429)	(191,225)
		(160,429)	(191,225)
Increase in net assets attributable to holders of redeemable units		\$ 14,350,903	\$ 5,352,732
Increase in net assets attributable to holders of redeemable units:			
Series A		\$ 8,102,206	\$ 3,129,943
Series O		6,248,697	2,222,789
		\$ 14,350,903	\$ 5,352,732
Increase in net assets attributable to holders of redeemable units (excluding distributions):			
Series A		\$ 8,262,635	\$ 3,321,168
Series O		6,248,697	2,222,789
		\$ 14,511,332	\$ 5,543,957
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):			
Series A		\$ 2.12	\$ 0.89
Series O		2.14	1.03

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, 2019 and 2018

Series A	Note	2019	2018
Balance, beginning of period		\$ 55,050,687	\$ 60,505,628
Increase in net assets attributable to holders of redeemable units		8,102,206	3,129,943
Redeemable unit transactions:			
Issue of redeemable units		1,593,496	4,328,370
Reinvestments of distributions		157,444	141,647
Redemption of redeemable units		(10,196,661)	(2,274,747)
Net increase (decrease) from redeemable unit transactions		(8,445,721)	2,195,270
Balance, end of period		\$ 54,707,172	\$ 65,830,841

Series O	Note	2019	2018
Balance, beginning of period		\$ 37,824,385	\$ 37,005,095
Increase in net assets attributable to holders of redeemable units		6,248,697	2,222,789
Redeemable unit transactions:			
Issue of redeemable units		6,070,758	250,000
Redemption of redeemable units		(9,802)	-
Net increase from redeemable unit transactions		6,060,956	250,000
Balance, end of period		\$ 50,134,038	\$ 39,477,884

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, 2019 and 2018

	Note	2019	2018
Cash provided by (used in):			
Operating activities:			
Proceeds from sale of investments		\$ 19,869,239	\$ 28,587,143
Purchase of investments		(19,244,627)	(35,595,195)
Interest and dividends received		1,251,380	1,199,747
Balances due from brokers		-	871
Balances due to brokers		-	2,913,412
Management fees paid		(349,604)	(358,380)
Foreign withholding taxes paid		(5,359)	-
		1,521,029	(3,252,402)
Financing activities:			
Proceeds from redeemable units issued		7,779,963	4,583,981
Redemption of redeemable units		(10,183,610)	(2,270,055)
Cash distributions paid to holders of redeemable units		(2,985)	(49,578)
		(2,406,632)	2,264,348
Decrease in cash		(885,603)	(988,054)
Cash, beginning of period		1,080,898	5,830,714
Effect of exchange rate fluctuations on cash		5,215	424,673
Cash, end of period		\$ 200,510	\$ 5,267,333

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, 2019

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities – Basic Materials:				
Interfor Corp.	300,917	\$ 3,949,218	\$ 4,194,783	
Total equities – oil and gas		3,949,218	4,194,783	4.0
Equities – Oil and Gas:				
Cardinal Energy Corp.	575,900	2,948,406	1,382,160	
Parkland Fuel Corp.	100,214	2,962,859	4,163,892	
Total equities – oil and gas		5,911,265	5,546,052	5.3
Equities - Industrial Goods and Services:				
AG Growth International Inc.	104,604	5,052,088	5,753,221	
Cargojet Inc.	47,153	1,882,232	3,968,396	
Diversified Royalty Corp.	1,310,900	3,286,740	4,037,572	
Finning International Inc.	174,799	3,838,266	4,172,452	
Intertape Polymer Group Inc.	232,457	5,015,906	4,279,533	
Middleby Corp.	23,775	3,544,378	4,215,910	
NFI Group Inc.	179,786	6,916,141	6,634,103	
Oshkosh Corp.	45,591	3,998,188	4,973,986	
Stantec Inc.	144,108	3,674,199	4,529,314	
Stericycle Inc.	69,857	5,179,947	4,358,874	
Winpak Ltd.	107,675	4,895,016	4,651,560	
Total equities - industrial goods and services		47,283,101	51,574,921	49.2
Equities - Consumer Cyclical:				
Park Lawn Corp.	176,471	3,763,288	5,077,072	
Points International Ltd.	153,254	1,707,375	2,494,975	
Sleep Country Canada Holdings Inc.	199,900	4,012,655	3,798,100	
Spin Master Corp.	120,455	4,204,255	4,561,631	
Uni-Select Inc.	220,900	5,566,710	2,743,578	
Total equities - consumer cyclical		19,254,283	18,675,356	17.8
Equities – Consumer Products:				
Premium Brands Holdings Corp.	50,542	4,586,780	4,524,014	
Waterloo Brewing Ltd.	1,074,059	3,091,637	3,845,131	
Total equities – consumer products		7,678,417	8,369,145	8.0
Equities – Real Estate Investment Trust:				
Dream Global REIT	287,295	2,395,843	3,921,577	
Total equities – real estate		2,395,843	3,921,577	3.7
Equities – Retailing:				
Alcanna Inc.	624,526	6,031,972	3,728,420	
Total equities – retailing		6,031,972	3,728,420	3.6
Equities - Utilities:				
Northland Power Inc.	146,324	3,211,831	3,731,262	
Total equities - utilities		3,211,831	3,731,262	3.6
Equities – Healthcare:				
Henry Schein Inc.	51,901	4,132,905	4,740,716	
Total equities – healthcare		4,132,905	4,740,716	4.5
Total Equities		99,848,835	104,482,232	99.7
Transaction Costs		(141,306)	-	
Total Investment Portfolio		99,707,529	104,482,232	99.7
Other Net Assets			358,978	0.3
Total Net Assets			\$104,841,210	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, 2019 and December 31, 2018

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, 2019 and December 31, 2018, 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, 2019 and December 31, 2018.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2019 and December 31, 2018, 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, 2019		December 31, 2018	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 18,332.4	17.5%	\$ 18,772.1	20.2%

As at June 30, 2019, 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 \$183,324 (December 31, 2018 - increased or decreased by approximately \$187,721). 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, 2019 and December 31, 2018

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, 2019 and December 31, 2018. The Fund held the following securities which exceeded 5% of the net assets attributable to the holders of redeemable units:

At June 30, 2019:

	Percentage of net assets
NFI Group Inc.	6.3%
AG Growth International Inc.	5.5%

At December 31, 2018:

	Percentage of net assets
WABCO Holdings Inc.	6.2%
Premium Brands Holdings Corp.	5.8%
Park Lawn Corp.	5.5%
Winpak Ltd.	5.5%
NFI Group Inc.	5.5%
AG Growth International Inc.	5.2%
Oshkosh Corp.	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, 2019		December 31, 2018	
	5% Increase	5% Decrease	5% Increase	5% Decrease
TSX Small-Cap Index	\$ 4,440,495	\$ (4,440,495)	\$ 3,888,797	\$ (3,888,797)
Russell 2000 Index	783,617	(783,617)	686,258	(686,258)
	\$ 5,224,112	\$ (5,224,112)	\$ 4,575,056	\$ (4,575,056)

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, 2019 and December 31, 2018

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, 2019	Level 1	Level 2	Level 3	Total
Investments	\$ 104,482,232	\$ -	\$ -	\$ 104,482,232

December 31, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ 91,501,114	\$ -	\$ -	\$ 91,501,114

There were no transfers between Levels 1, 2 and 3 during the periods ended June 30, 2019 and December 31, 2018.

STEADYHAND GLOBAL SMALL-CAP EQUITY FUND

Statements Financial Position (unaudited)

At June 30, 2019

	Note	2019
Assets		
Cash		\$ 506,114
Subscriptions receivable		20,855
Interest and dividends receivable		41,203
Investments		24,820,589
		<hr/> 25,388,761
Liabilities		
Balances due to brokers		63,217
Management fees payable	4	5,066
		<hr/> 68,283
Net assets attributable to holders of redeemable units		<hr/> \$ 25,320,478
Represented by:		
Series A		\$ 3,883,448
Series O		21,437,030
		<hr/> \$ 25,320,478
Number of units outstanding:		
Series A	5	355,891
Series O		1,952,516
<hr/>		
Net assets attributable to holders of redeemable units per unit:		
Series A		\$ 10.91
Series O		10.98

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:

“Tom Bradley”
Director

“Neil Jensen”
Director

STEADYHAND GLOBAL SMALL-CAP EQUITY FUND

Statement of Comprehensive Income (unaudited)

For the period from January 23 (inception date) to June 30, 2019

	Note	2019
Revenue:		
Interest income		\$ 3,735
Dividend income		151,896
Income trust income		7,166
Foreign exchange loss		(12,328)
Changes in fair value of investments:		
Net realized gain		70,489
Net change in unrealized appreciation		1,221,709
<hr/>		
Total revenue		1,442,667
Expenses:		
Management fees	4	16,302
Withholding taxes	7	22,358
Transaction costs	8	33,420
Independent review committee fees		1,532
<hr/>		
Total operating expenses		73,612
<hr/>		
Management fee reductions		(6,550)
Expenses waived or absorbed by Manager		(1,532)
<hr/>		
Net operating expenses		(8,082)
<hr/>		
Increase in net assets attributable to holders of redeemable units from operations (excluding distributions)		1,377,137
Distributions to holders of redeemable units:		
Management fee reductions		(6,550)
<hr/>		
		(6,550)
<hr/>		
Increase in net assets attributable to holders of redeemable units		\$ 1,370,587
<hr/>		
Increase in net assets attributable to holders of redeemable units:		
Series A		\$ 167,009
Series O		1,203,578
<hr/>		
		\$ 1,370,587
<hr/>		
Increase in net assets attributable to holders of redeemable units (excluding distributions):		
Series A		\$ 175,091
Series O		1,203,578
<hr/>		
	\$	\$ 1,378,669
<hr/>		
Increase in net assets attributable to holders of redeemable units per unit (excluding distributions):		
Series A		\$ 0.85
Series O		0.82
<hr/>		

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

STEADYHAND GLOBAL SMALL-CAP EQUITY FUND

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

For the period from January 23 (inception date) to June 30, 2019

Series A	Note	2019
Balance, beginning of period		\$ -
Increase in net assets attributable to holders of redeemable units		167,009
Redeemable unit transactions:		
Issue of redeemable units		3,713,254
Reinvestments of distributions		6,550
Redemption of redeemable units		(3,365)
Net increase from redeemable unit transactions		3,716,439
Balance, end of period		\$ 3,883,448

Series O	Note	2019
Balance, beginning of period		\$ -
Increase in net assets attributable to holders of redeemable units		1,203,578
Redeemable unit transactions:		
Issue of redeemable units		20,233,452
Reinvestment of distributions		-
Redemption of redeemable units		-
Net increase from redeemable unit transactions		20,233,452
Balance, end of period		\$ 21,437,030

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

STEADYHAND GLOBAL SMALL-CAP EQUITY FUND

Statements of Cash Flow (unaudited)

For the period from January 23 (inception date) to June 30, 2019

	Note	2019
Cash provided by (used in):		
Operating activities:		
Proceeds from sale of investments		\$ 741,121
Purchase of investments		(24,301,775)
Interest and dividends received		121,594
Balances due to brokers		63,217
Management fees paid		(4,686)
Foreign withholding taxes paid		(22,358)
		<u>(23,402,887)</u>
Financing activities:		
Proceeds from issue of redeemable units		23,925,851
Payments on redemption of redeemable units		(3,365)
		<u>23,922,486</u>
Increase in cash		519,599
Cash, beginning of year		-
Effect of exchange rate fluctuations on cash		(13,485)
Cash, end of period		<u>\$ 506,114</u>

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

STEADYHAND GLOBAL SMALL-CAP EQUITY FUND

Schedule of Investment Portfolio (unaudited)

As at June 30, 2019

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities – Basic Materials:				
RPM International Inc.	11,500	898,839	918,335	
Total equities – basic materials		898,839	918,335	3.6
Equities – Oil and Gas:				
Rubis SCA	7,100	530,768	523,210	
Total equities – oil and gas		530,768	523,210	2.0
Equities - Industrial Goods and Services:				
Cie Automotive SA	10,200	366,468	386,452	
en-Japan Inc.	6,800	291,896	345,983	
Interpump Group SpA	11,100	469,054	446,980	
KION Group AG	4,400	346,184	363,005	
Nordson Corp.	1,400	255,071	258,519	
Prosegur Cia de Seguridad SA	63,800	451,027	392,110	
Teleperformance	3,800	923,493	996,384	
Woodward Inc.	3,000	396,285	443,614	
Total equities - industrial goods and services		3,499,478	3,633,047	14.3
Equities - Communications and Media:				
Cable One Inc.	100	123,877	153,019	
Modern Times Group MTG AB	11,900	421,853	174,304	
Total equities - communications and media		545,730	327,323	1.3
Equities - Consumer Cyclical:				
Auto Trader Group PLC	38,000	331,520	346,196	
National Vision Holdings Inc.	11,100	442,032	445,735	
Nordic Entertainment Group AB	21,100	410,414	647,837	
Planet Fitness Inc.	9,700	846,464	918,207	
Total equities - consumer cyclical		2,030,430	2,357,975	9.3
Equities - Consumer Products:				
Performance Foods	7,100	368,262	371,394	
Total equities - consumer products		368,262	371,394	1.5
Equities – Financials:				
Apollo Global Management LLC	12,800	508,399	573,714	
Challenger Ltd.	62,500	449,456	380,559	
FinecoBank Banca Fineco SpA	42,400	652,850	618,974	
RenaissanceRe Holdings Ltd.	3,200	651,581	744,364	
St. James's Place PLC	47,200	837,788	861,906	
Steadfast Group Ltd.	138,000	409,878	444,182	
Topdanmark A/S	9,700	653,084	715,967	
Zenkoku Hosho Co., Ltd.	8,500	408,567	426,293	
Total equities - financials		4,571,603	4,765,959	18.9
Equities – Healthcare:				
Amplifon SpA	11,900	304,403	364,089	
Charles River Laboratories International Inc.	3,900	722,695	723,166	
Chemed Corp.	1,100	475,810	518,679	
Encompass Health Corp.	7,300	605,722	604,406	
Eurofins Scientific SE	1,000	570,545	578,878	
Orpea	4,300	664,676	678,924	
Total equities – healthcare		3,343,851	3,468,142	13.7

STEADYHAND GLOBAL SMALL-CAP EQUITY FUND

Schedule of Investment Portfolio (unaudited - continued)

As at June 30, 2019

	Number of shares or par value	Average cost	Fair value	Percentage of net assets %
Equities (continued):				
Equities – Technology:				
Altran-Technologies SA.	31,400	452,548	652,074	
Disco Corp.	1,000	192,156	214,435	
Electrocomponents PLC	44,100	449,225	464,110	
Gartner Inc.	4,500	877,396	946,384	
Horiba Ltd.	6,200	439,171	418,100	
ITT Inc.	5,600	433,422	479,168	
J2 Global Inc.	5,300	605,593	615,630	
Tyler Technologies Inc.	300	766,916	842,995	
Wex Inc.	3,100	766,916	842,995	
Total equities – technology		4,298,318	4,717,581	18.6
Equities – Real Estate:				
CoStar Group Inc.	1,400	847,401	1,013,621	
Cushman & Wakefield PLC	10,400	237,739	242,992	
Kennedy-Wilson Holdings Inc.	17,300	488,970	465,020	
Open House Co., Ltd.	10,600	507,900	566,968	
Total equities – real estate		2,082,010	2,288,601	9.0
Equities – Retailing:				
ABC-Mart Inc.	6,400	507,986	544,918	
Izumi Co.	6,500	393,912	343,333	
ZOZO Inc.	22,900	556,788	560,771	
Total equities – retailing		1,458,686	1,449,022	5.7
Total Equities		23,627,975	24,820,589	98.0
Transaction Costs		(30,252)		
Total Investment Portfolio		23,597,723	24,820,589	98.0
Other Net Assets			499,899	2.0
Total Net Assets			\$ 25,320,478	100.0

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

STEADYHAND GLOBAL SMALL-CAP EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2019 and December 31, 2018

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 smaller companies throughout the world. This Fund will move in a cycle of its own and will often be out of synch with the overall market.

The Fund invests in equities around the globe. Concentration is focused in the developed world, but the fund will also hold stocks in emerging markets. The Fund's geographic allocation may vary considerably based on where the best opportunities lie.

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

(a) Credit risk:

As at June 30, 2019 and December 31, 2018, 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, 2019 and December 31, 2018.

(c) Market risk:

(i) Interest rate risk:

As at June 30, 2019 and December 31, 2018, 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, 2019		December 31, 2018	
	Thousands of CAD	% of net assets	Thousands of CAD	% of net assets
United States Dollar	\$ 11,453.8	45.2%	\$ -	-%
Euro	6,009.0	23.7%	-	-%
Japanese Yen	3,444.9	13.6%	-	-%
British Pound	1,682.2	6.6%	-	-%
Australian Dollar	824.7	3.3%	-	-%
Swedish Krone	824.6	3.3%	-	-%
Danish Krone	718.3	2.8%	-	-%
	\$ 24,957.5	98.5%	\$ -	-%

STEADYHAND GLOBAL SMALL-CAP EQUITY FUND

Discussion of Financial Instruments and Risk Management (unaudited)

As at June 30, 2019 and December 31, 2018

1. Financial risk management (continued):

(c) Market risk (continued):

(ii) Currency risk (continued):

As at June 30, 2019, 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 \$249,575 (December 31, 2018 - \$Nil). 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, 2019. No exposure to any individual issuer exceeded 5% of the net assets attributable to the holders of redeemable units at June 30, 2019.

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, 2019		December 31, 2018	
	5% Increase	5% Decrease	5% Increase	5% Decrease
S&P Global Small Cap Index (\$Cdn)	\$ 1,241,029	\$ (1,241,029)	\$ -	\$ -

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, 2019	Level 1	Level 2	Level 3	Total
Investments	\$ 24,820,589	\$ -	\$ -	\$ 24,820,589
December 31, 2018	Level 1	Level 2	Level 3	Total
Investments	\$ -	\$ -	\$ -	\$ -

There were no transfers between Levels 1, 2, and 3 during the period ended June 30, 2019.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2019 and December 31, 2018

1. Reporting entity:	76
2. Basis of preparation:.....	76
3. Significant accounting policies:	77
4. Related party transactions:.....	80
5. Redeemable units:.....	81
6. Withholding tax and other income taxes:.....	82
7. Transaction costs and soft dollars:	83
8. Capital management:.....	83
9. Financial risk management:	84
10. Fair value of financial instruments:.....	85
11. Involvement with unconsolidated unstructured entities:.....	86
12. Change in accounting policy:	88

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2019 and December 31, 2018

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 Builders Fund	January 23, 2019
Steadyhand Equity Fund	January 22, 2007
Steadyhand Global Equity Fund	January 22, 2007
Steadyhand Small-Cap Equity Fund	January 22, 2007
Steadyhand Small-Cap Global Equity Fund	January 23, 2019

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 26, 2019.

(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, 2019 and December 31, 2018

3. Significant accounting policies:

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

(a) Financial instruments:

(i) Recognition and measurement:

Financial instruments are required to be classified into one of the following categories: held-for-trading, fair value through 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 instruments as FVOCI.

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2019 and December 31, 2018

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

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2019 and December 31, 2018

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, 2019, 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, 2019 and December 31, 2018

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 Builders Fund	1.63%
Steadyhand Equity Fund	1.42%
Steadyhand Global Equity Fund	1.78%
Steadyhand Small-Cap Equity Fund	1.78%
Steadyhand Global 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 reduction 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. At June 30, 2019 and December 31, 2018, the following Series A redeemable units were held by directors, officers and other affiliates of the Manager:

Fund name	Jun 2019	Dec 2018
Steadyhand Savings Fund	206,696	333,199
Steadyhand Income Fund	249,459	255,225
Steadyhand Founders Fund	252,733	260,342
Steadyhand Builders Fund	218,929	-
Steadyhand Equity Fund	188,736	222,341
Steadyhand Global Equity Fund	291,734	380,127
Steadyhand Small-Cap Equity Fund	101,589	125,104
Steadyhand Global Small-Cap Equity Fund	103,820	-

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2019 and December 31, 2018

4. Related party transactions (continued):

As at June 30, 2019, no Series O redeemable units (December 31, 2018 - 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 six of the other Steadyhand Funds. Refer to the Founders Fund Schedule of Investment Portfolio for a description of its holdings in other Steadyhand Funds.

The Builders Fund holds Series O redeemable units in four of the other Steadyhand Funds. Refer to the Builders 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 and Steadyhand Builders Fund, currently offer two series of units, Series A and Series O. The Steadyhand Founders Fund and Steadyhand Builders Fund offer 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, 2019 and December 31, 2018 are as follows:

Jun 30, 2019	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	3,705,019	1,492,751	(2,360,184)	28,904	2,866,490
Series O	2,738,234	3,894,172	(1,086,703)	36,876	5,582,579
Steadyhand Income Fund					
Series A	7,771,250	481,634	(496,956)	70,603	7,826,531
Series O	14,633,038	-	(1,278,696)	102,896	13,457,238
Steadyhand Founders Fund					
Series A	35,264,752	3,080,731	(1,643,207)	308,060	37,010,336
Steadyhand Builders Fund					
Series A	-	4,204,063	(88,322)	4,419	4,120,160
Steadyhand Equity Fund					
Series A	6,205,195	237,306	(952,696)	12,306	5,502,111
Series O	5,905,735	746,565	(581,150)	-	6,071,150
Steadyhand Global Equity Fund					
Series A	10,349,575	367,622	(1,861,807)	27,589	8,882,979
Series O	12,291,525	1,995,051	(453,890)	-	13,832,686
Steadyhand Small-Cap Equity Fund					
Series A	4,152,921	113,653	(686,737)	9,050	3,588,887
Series O	2,731,433	390,161	(622)	-	3,120,972
Steadyhand Global Small-Cap Equity Fund					
Series A	-	355,590	(310)	611	355,891
Series O	-	1,952,516	-	-	1,952,516

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2019 and December 31, 2018

5. Redeemable units (continued):

Dec. 31, 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	3,431,724	(2,784,658)	45,940	3,705,019
Series O	6,440,467	1,954,948	(5,750,956)	93,775	2,738,234
Steadyhand Income Fund					
Series A	8,467,035	780,426	(1,696,609)	220,398	7,771,250
Series O	13,444,221	1,414,277	(633,915)	408,455	14,633,038
Steadyhand Founders Fund					
Series A	29,753,328	6,225,320	(2,354,406)	1,640,510	35,264,752
Steadyhand Equity Fund					
Series A	5,757,245	790,575	(478,819)	136,194	6,205,195
Series O	3,853,312	1,895,957	(3,938)	160,404	5,905,735
Steadyhand Global Equity Fund					
Series A	8,186,768	1,381,740	(772,404)	1,553,471	10,349,575
Series O	6,682,867	3,804,895	(94,588)	1,898,351	12,291,525
Steadyhand Small-Cap Equity Fund					
Series A	3,668,617	496,746	(268,827)	256,385	4,152,921
Series O	2,152,846	381,465	(4,113)	201,235	2,731,433

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	Jun 2019	Dec 2018
Steadyhand Equity Fund	18.0%	16.4%
Steadyhand Global Equity Fund	10.1%	12.9%
Steadyhand Small-Cap Fund	15.0%	15.0%
Steadyhand Global Small-Cap Fund	19.8%	-

As at June 30, 2019 and December 31, 2018, 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, 2019 and December 31, 2018

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 periods ended June 30 include the following:

Fund name	2019	2018
Steadyhand Income Fund	\$ 21,134	\$ 26,205
Steadyhand Equity Fund	43,915	7,420
Steadyhand Global Equity Fund	14,735	77,904
Steadyhand Small-Cap Equity Fund	38,420	86,500
Steadyhand Global Small-Cap Equity Fund	33,420	-

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

Fund name	Jun 2019	Dec 2018
Steadyhand Income Fund	\$ 4,974	\$ 5,685
Steadyhand Global Equity Fund	-	-
Steadyhand Global Small-Cap Equity Fund	1,184	-

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, 2019 and December 31, 2018

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, 2019 and December 31, 2018

9. Financial risk management (continued):

(d) Market risk (continued):

(ii) Currency risk:

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

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

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

(iii) Other price risk:

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

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

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, 2019 and December 31, 2018

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, 2019 and December 31, 2018

11. Involvement with unconsolidated unstructured entities (continued):

Builders Fund:

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
June 30, 2019			
Funds administered by the manager	4	\$ 542,107,929	\$ 41,246,489

	Number of investee funds held	Total net assets of investee fund	Carrying amount included in investments
December 31, 2018			
Funds administered by the manager	-	\$ -	\$ -

Founders Fund:

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
June 30, 2019			
Funds administered by the manager	6	\$ 874,965,724	\$ 454,396,579

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
December 31, 2018			
Funds administered by the manager	5	\$ 787,521,345	\$ 431,417,530

Income Fund:

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
June 30, 2019			
Funds administered by third parties	1	\$ 112,479,723	\$ 5,135,566

	Number of investee funds held	Total net assets of investee funds	Carrying amount included in investments
December 31, 2018			
Funds administered by third parties	1	\$ 95,912,978	\$ 4,698,063

During the periods ended June 30, 2019 and December 31, 2018, the Funds did not provide financial support to unconsolidated structured entities and have no intention of providing financial or other support. The Funds

STEADYHAND INVESTMENT FUNDS

Notes to Financial Statements (unaudited)

As at June 30, 2019 and December 31, 2018

can redeem their units in the above investment funds at any time, subject to their being sufficient liquidity in the underlying funds.

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.

(ii) Impairment of financial assets:

IFRS 9 replaces the ‘incurred loss’ model in IAS 39 with an ‘expected credit loss’ model. As the Funds measures their financial assets at FVTPL or holds only short-term financial assets at amortized cost, the impairment requirements under the new standard do not impact these financial statements.

(iii) Hedge accounting

As permitted by IFRS 9, an election is available to continue to apply the hedge accounting requirements of IAS 39. However, the Funds have not applied hedge accounting under either standard. Therefore, the hedge accounting requirements under the new standard do not impact these financial statements.