



FRANKLIN TEMPLETON
INVESTMENTS

June 30, 2018

Semi-Annual Management Report of Fund Performance



This semi-annual management report of fund performance contains financial highlights but does not contain the complete financial statements of the investment fund. If you have not received a copy of the semi-annual financial statements with this report, you can get a copy of the semi-annual financial statements at your request, and at no cost, by calling 1.800.387.0830, by writing to us at 5000 Yonge Street, Suite 900, Toronto ON M2N 0A7, or by visiting our website at www.franklintempleton.ca or SEDAR at www.sedar.com. Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Co-Lead Equity Manager

Garey J. Aitken, CFA, MBA

Franklin Bissett Investment Management, part
of Franklin Templeton Investments Corp.

Industry Experience: 25 years

Location: Calgary, AB

Co-Lead Equity Manager

Ralph Lindenblatt, CFA

Franklin Bissett Investment Management, part
of Franklin Templeton Investments Corp.

Industry Experience: 21 years

Location: Calgary, AB

Co-Lead Fixed Income Manager

Thomas O’Gorman, MBA, CFA

Franklin Bissett Investment Management, part
of Franklin Templeton Investments Corp.

Industry Experience: 28 years

Location: Calgary, AB

Co-Lead Fixed Income Manager

Darcy Briggs, CFA, CGA

Franklin Bissett Investment Management, part
of Franklin Templeton Investments Corp.

Industry Experience: 24 years

Location: Calgary, AB

RESULTS OF OPERATIONS

As at June 30, 2018, total net asset value of the Fund was \$8.9 million, a decrease of 12.1% from December 31, 2017. This was primarily driven by \$1.1 million in net redemptions and a decrease of \$132,000 in net assets from operations. The Fund paid or made payable \$24,000 in cash distributions to shareholders.

During the past six months, the Fund’s Series A shares generated total returns of -1.3%. Over the same period, the S&P/TSX Composite Total Return Index returned 2.0% and the FTSE TMX Canada Universe Bond Index returned 0.6%. As the Fund is composed of both fixed income and equity funds, it employs a blended benchmark, the Custom Franklin Bissett Canadian All Cap Balanced Benchmark (the “Benchmark”), which returned 1.5% for the period in review. The performance of the Fund’s other series is similar to that of its Series A shares, except for differences in expense structure. For the return of the Fund’s other series (if applicable), please refer to the “Past Performance” section.

The Fund invests substantially all its assets in units of Franklin Bissett Canadian All Cap Balanced Fund, and accordingly the discussion that follows pertains to this Underlying Fund. The Fund lagged the Benchmark during the reporting period, primarily driven by a greater-than-benchmark positioning in small-cap equities, which underperformed large caps. Relative returns within the main asset classes also dragged on performance, as both equities and fixed income lagged their relevant benchmarks.

Equities represented the largest allocation at approximately 67.2% on a weighted-average basis. The primary performance detractor for the equity allocation was above-market exposure to Canadian small caps. Within the small cap allocation, above-market exposure to a challenging Consumer Discretionary sector represented a further performance headwind for the Fund. As of June 30, the Fund remained notably overweighted in the Industrials, Financials, Consumer Discretionary and Consumer Staples sectors, while maintaining significantly below-market exposure to Materials and Real Estate.

Trading activity remained steady in the first half of 2018. New Fund positions included life insurance franchises Sun Life Financial Inc. and Manulife Financial Corp., and growing logistics-focused software business The Descartes Systems Group Inc. Fund eliminations included Gildan Activewear Inc. in Consumer Staples, and Bonavista Energy Corp. and Raging River Exploration Inc. in Energy.

Fixed income represented the second-largest allocation during the period at approximately 30.2% on a weighted-average basis. The Fund’s relative positioning reflected an overweighting in credit securities and below-benchmark duration, with an overweighting to the mid-term area of the yield curve. Relative performance detractors included outperformance by longer-dated securities and government bonds. However, favourable security selection largely offset unfavourable allocation, with the fixed income positioning generating returns similar to those of the benchmark over the first half of the year.

Index performance comparison information is provided for reference only. It is important to note that the Fund’s return reflects the effect of fees and expenses for professional management, while an index does not have such costs.

Average net assets of the series of the Fund that bear expenses have decreased for the six months ended June 30, 2018. This has resulted in a corresponding decrease in expenses.

RECENT DEVELOPMENTS

The portfolio manager’s investment approach requires a continuous sifting through news and developments to ascertain what is likely to impact businesses over the short and long term from what is likely immaterial or transitory to businesses. While some areas of the markets appear vulnerable, the portfolio manager continues to find attractive opportunities, particularly in sectors and securities that have not kept pace with the more favoured parts of the market.

FORWARD-LOOKING STATEMENTS

Investors should take note that certain statements in this report about a fund, including its strategy and expected future performance, are forward-looking. Forward-looking statements are statements that are predictive in nature, depend upon or refer to future events or conditions, or that include words such as “may,” “will,” “should,” “could,” “expect,” “anticipate,” “intend,” “plan,” “believe,” or “estimate” or other similar expressions. Any statement that is made concerning future strategies or performance is also a forward-looking statement. Statements that look

forward in time or include anything other than historical information are subject to risks and uncertainties, and actual results, actions or events could differ materially from those set forth in the forward-looking statements.

The forward-looking statements are by their nature based on numerous assumptions, which include, amongst other things, that (i) the Fund can attract and maintain investors and has sufficient capital under management to effect its investment strategies, (ii) the investment strategies will produce the results intended by the portfolio manager, and (iii) the markets will react and perform in a manner consistent with the investment strategies. Although the forward-looking statements contained herein are based upon what the portfolio manager believes to be reasonable assumptions, the portfolio manager cannot assure that actual results will be consistent with these forward-looking statements.

Forward-looking statements are not guarantees of future performance. Any number of factors could contribute to differing results, including, among other things, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings and catastrophic events. This list of factors is not exhaustive. Investors should not place undue reliance on forward-looking information and should be aware that the Fund may not update any forward-looking statements, whether as a result of new information, future events or otherwise.

RELATED PARTY TRANSACTIONS

The Manager is an indirect wholly-owned subsidiary of Franklin Resources, Inc., a global investment management organization known as Franklin Templeton Investments. The Manager is the manager, registrar and transfer agent and a principal distributor of the Fund. The Manager provides or arranges for the provision of these services for day-to-day Fund operations, including the marketing, promotion and distribution of the Fund and portfolio advisory services. In consideration of management and administrative services, the Fund pays the Manager a monthly management fee plus applicable taxes, based on the average net asset value of each series of the Fund (except Series O and OT as applicable), calculated daily, as set out under Management Fees below. During the six months ended June 30, 2018, the Fund paid management fees of \$82,000 (2017–\$94,000).

Franklin Templeton Services, LLC (FTS) provides the Manager with fund accounting and portfolio valuation services in connection with the Fund, and provides certain back office administration services to the Manager. The Administration Fee, as discussed below, covers the cost of the services provided by FTS.

The Manager pays the operating expenses of the Fund, other than certain fund costs—which include, but are not limited to, the cost of compliance with new governmental and regulatory requirements, fees and expenses of the Fund's Independent Review Committee (IRC), borrowing and interest costs and investor meeting costs (as permitted by Canadian securities regulation)—in exchange for the payment by the Fund of an annual fixed-rate administration fee of 0.16% plus applicable

taxes, applied against the average daily net assets of the Fund (“Administration Fee”), except for Series O and OT, which have no annual Administration Fee. The Manager will pay all operating expenses of Series O and OT, as applicable, as part of its agreement with each investor. The Manager may, at its discretion, waive a portion of a series' Administration Fee or absorb certain fund costs. During the six months ended June 30, 2018, the Fund paid Administration Fees of \$8,000 (2017–\$9,000).

Principal Distributor

As a principal distributor of the Fund, the Manager markets the Fund and arranges for the sale of the Fund through dealers across Canada. The Manager may retain companies to assist in the sale of certain series of shares of the Fund.

The Manager's affiliate, FTC Investor Services Inc. (“FTC ISI”), also acts as a principal distributor for Series F, O, OT, FT, PF and PF (Hedged) shares of the Fund, as applicable.

For acting as a principal distributor of the applicable series, FTC ISI receives an inter-company service fee of 0.20% of the assets under management of the applicable series from the Manager with respect to those series of shares.

Registrar and Transfer Agent

In addition to management and portfolio advisory services, the Manager acts as the registrar and transfer agent of the Fund. These services are in the normal course of operations and are covered by the Administration Fee paid by the Fund to the Manager.

Standing Instructions from the Independent Review Committee

The Manager relied on standing instructions from the IRC with respect to the allocation of any operating expenses not covered by the Administration Fee. The Manager relied, or may rely, on standing instructions from the IRC in respect of securities trades amongst mutual funds, investment funds or managed accounts managed by the Manager or an affiliate of the Manager. In both cases, the standing instructions require the Manager to comply with the policies and procedures presented to the IRC with respect to the above matters and to provide periodic reports to the IRC in accordance with NI 81-107.

MANAGEMENT FEES

A portion of the management fee paid by the Fund to the Manager is for trail fees and sales commissions the Manager pays to dealers (“Dealer Compensation”). The trail fees are a percentage of the daily average net asset value of each series of the Fund, which is held by the dealer’s clients. The remaining portion of the management fee is used to pay for portfolio advisory and administrative services related to the provision of portfolio advisory services. The table below outlines the Fund’s annual management fee, as well as the portion of the management fee used to pay for Dealer Compensation and for portfolio advisory services as an approximate percentage of the management fee for each series:

Series	Management Fee (%)	Dealer Compensation (%)*	Investment management, investment management expenses, and other (%)
A	1.90	56.32	43.68
F	0.90	–	100.00
I	1.35	55.68	44.32
T	1.90	54.25	45.75

*Dealer compensation may include other fees related to distribution, which are not payable directly to dealers.

The management and administration fees for Series O are paid for by the shareholder directly to the Manager as follows:

- First C\$200,000 to under \$2.5 million—0.80%
- Next C\$2.5 million to under \$5 million—0.75%
- C\$5 million and over—0.65%

Certain institutional investors may negotiate the management and administration fees by written agreement with Franklin Templeton Investments.

MANAGEMENT REPORT OF FUND PERFORMANCE

Summary of Investment Portfolio (AS AT JUNE 30, 2018)

REGIONAL WEIGHTINGS(%)*

North America	95.43
Australia & New Zealand	0.76
Europe	0.30

SECTOR WEIGHTINGS(%)*

Financials	21.33
Energy	15.21
Industrials	9.23
Consumer Discretionary	6.55
Information Technology	3.92
Consumer Staples	3.59
Materials	3.20
Telecommunication Services	1.42
Utilities	1.34
Real Estate	0.22

ASSET CLASS WEIGHTINGS(%)

Common Stocks	66.01
Canadian Government Bonds	17.98
Canadian Corporate Bonds	10.04
Foreign Corporate Bonds	2.46
Short-term securities and all other assets, net	3.51

TOP 25 HOLDINGS(%)

Cash and cash equivalents**	3.21
Brookfield Asset Management Inc., A	3.12
Canadian National Railway Co.	2.93
The Toronto-Dominion Bank	2.58
Province of Ontario, 3.15%, 6/2/2022	2.49
Restaurant Brands International Inc.	2.48
Royal Bank of Canada	2.40
PSP Capital Inc., Senior Note, 3.29%, 4/4/2024	2.37
Nuvista Energy Ltd.	2.31
Canadian Imperial Bank of Commerce	2.08
Bank of Montreal	2.00
Bank of Nova Scotia	1.77
Canadian Pacific Railway Ltd.	1.76
Province of Manitoba, 4.40%, 9/5/2025	1.74
Government of Canada, 5.00%, 6/1/2037	1.72
Province of Ontario, 6.50%, 3/8/2029	1.62
Onex Corp.	1.54
Trican Well Service Ltd.	1.52
Enbridge Inc.	1.34
Province of New Brunswick, 4.55%, 3/26/2037	1.34
Metro Inc., A	1.27
Equitable Group Inc.	1.26
Franco-Nevada Corp.	1.16
Photon Control Inc.	1.16
Toromont Industries Ltd.	1.11

TOTAL NET ASSET VALUE: \$8,870,000

* Excluding short-term securities and all other assets, net.

** Cash and cash equivalents may include bonds that have a remaining term to maturity of 365 days or less that are issued by certain governments, supranational agencies or financial institutions and have a "designated rating" (as defined in Canadian securities law).

The Fund invests substantially all of its assets in units of Franklin Bissett Canadian All Cap Balanced Fund. Above is an outline of the investments held in Franklin Bissett Canadian All Cap Balanced Fund as a percentage of its net assets. Due to ongoing portfolio transactions, the investments and percentages may have changed by the time you purchase shares of the Fund. The top 25 holdings are made available quarterly, 60 days after the quarter-end. To obtain a copy, please contact a member of our client services team at 1.800.387.0830 or visit www.franklintempleton.ca. The simplified prospectus and other information about the Underlying Fund are available at www.franklintempleton.ca or at www.sedar.com.

MANAGEMENT REPORT OF FUND PERFORMANCE

Series A (AS AT JUNE 30, 2018)

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six months ended June 30, 2018, and for the fiscal periods ended December 31.

Net assets per share (1)	Jun. 30, 2018	2017	2016	2015	2014	2013
Net assets – beginning of period	\$17.73	\$17.15	\$15.12	\$16.61	\$16.06	\$13.67†
Increase (decrease) from operations:						
Total revenue§	–	0.17	0.20	0.60	0.22	1.26
Total expenses	(0.20)	(0.40)	(0.37)	(0.38)	(0.39)	(0.35)
Realized gains (losses) for the period	0.27	0.42	0.17	0.39	0.37	0.34
Unrealized gains (losses) for the period	(0.33)	0.53	2.84	(1.78)	0.24	1.36
Total increase (decrease) from operations (2)	(0.26)	0.72	2.84	(1.17)	0.44	2.61
Distributions:						
From income (excluding dividends)	–	–	–	–	–	–
From dividends	(0.17)	(0.15)	(0.30)	(0.19)	(0.19)	(0.08)
From capital gains	–	–	(0.54)	(0.05)	–	–
Returns of capital	–	–	–	–	–	–
Total annual distributions (3)	(0.17)	(0.15)	(0.84)	(0.24)	(0.19)	(0.08)
Net assets – end of period	\$17.33	\$17.73	\$17.15	\$15.12	\$16.61	\$16.06
Ratios and supplemental data:	Jun. 30, 2018	2017	2016	2015	2014	2013
Total net asset value ('000's) (1)	\$4,708	\$5,220	\$6,143	\$2,799	\$4,517	\$3,261
Number of shares outstanding	271,672	294,388	358,274	185,113	271,940	203,028
Management expense ratio (2)	2.34%	2.35%	2.34%	2.34%	2.32%	2.36%
Management expense ratio before waivers or absorptions	2.34%	2.35%	2.34%	2.34%	2.32%	4.16%
Trading expense ratio (3)	0.06%	0.03%	0.07%	0.04%	0.05%	0.11%
Portfolio turnover rate (4)	–	–	–	–	–	–
Net asset value per share	\$17.33	\$17.73	\$17.15	\$15.12	\$16.61	\$16.06

For explanatory notes, please refer to "Explanatory Notes to Financial Highlights" at the end of the section.

§ Total revenue includes total investment income net of any provision for or recoverable from income taxes.

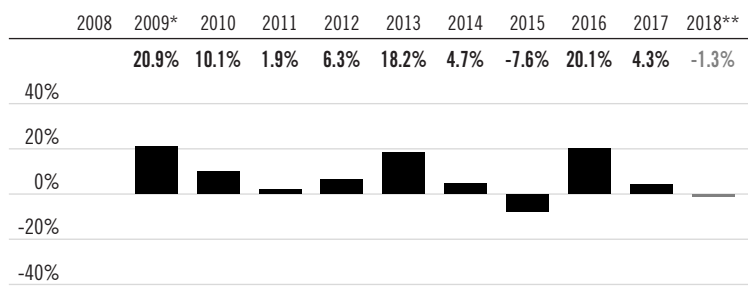
† The opening net assets have been adjusted in accordance with IFRS. Information pertaining to 2013 was derived from the audited annual financial statements prepared under Canadian GAAP.

PAST PERFORMANCE

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

Year-by-Year Returns

The bar chart shows the Fund's performance for the six-month period ended June 30, 2018, and for each of the previous 12-month periods ended December 31. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the end of the period.



* 2009 Series A return: January 5 to December 31

** For the period January 1 to June 30, 2018

MANAGEMENT REPORT OF FUND PERFORMANCE

Series F (AS AT JUNE 30, 2018)

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six months ended June 30, 2018, and for the fiscal periods ended December 31.

Net assets per share (1)	Jun. 30, 2018	2017	2016	2015	2014	2013
Net assets – beginning of period	\$19.60	\$18.74	\$16.35	\$17.77	\$16.98	\$14.28†
Increase (decrease) from operations:						
Total revenue§	–	0.21	0.26	0.66	0.27	1.67
Total expenses	(0.12)	(0.23)	(0.22)	(0.22)	(0.21)	(0.18)
Realized gains (losses) for the period	0.30	0.47	0.24	0.42	0.30	0.36
Unrealized gains (losses) for the period	(0.43)	0.57	2.96	(2.12)	(0.16)	1.19
Total increase (decrease) from operations (2)	(0.25)	1.02	3.24	(1.26)	0.20	3.04
Distributions:						
From income (excluding dividends)	–	–	–	–	–	–
From dividends	(0.19)	(0.16)	(0.32)	(0.21)	(0.20)	(0.09)
From capital gains	–	–	(0.58)	(0.05)	–	–
Returns of capital	–	–	–	–	–	–
Total annual distributions (3)	(0.19)	(0.16)	(0.90)	(0.26)	(0.20)	(0.09)
Net assets – end of period	\$19.26	\$19.60	\$18.74	\$16.35	\$17.77	\$16.98
Ratios and supplemental data:	Jun. 30, 2018	2017	2016	2015	2014	2013
Total net asset value ('000's) (1)	\$1,062	\$1,188	\$1,293	\$371	\$603	\$161
Number of shares outstanding	55,114	60,610	68,994	22,693	33,945	9,468
Management expense ratio (2)	1.23%	1.24%	1.25%	1.25%	1.17%	1.17%
Management expense ratio before waivers or absorptions	1.23%	1.24%	1.25%	1.25%	1.17%	2.85%
Trading expense ratio (3)	0.06%	0.03%	0.07%	0.04%	0.05%	0.11%
Portfolio turnover rate (4)	–	–	–	–	–	–
Net asset value per share	\$19.26	\$19.60	\$18.74	\$16.35	\$17.77	\$16.98

For explanatory notes, please refer to "Explanatory Notes to Financial Highlights" at the end of the section.

§ Total revenue includes total investment income net of any provision for or recoverable from income taxes.

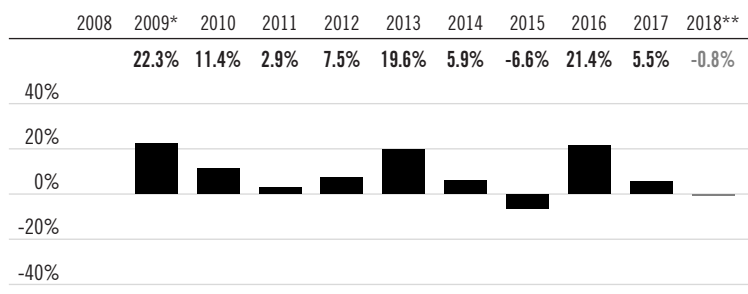
† The opening net assets have been adjusted in accordance with IFRS. Information pertaining to 2013 was derived from the audited annual financial statements prepared under Canadian GAAP.

PAST PERFORMANCE

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

Year-by-Year Returns

The bar chart shows the Fund's performance for the six-month period ended June 30, 2018, and for each of the previous 12-month periods ended December 31. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the end of the period.



* 2009 Series F return: January 5 to December 31

** For the period January 1 to June 30, 2018

MANAGEMENT REPORT OF FUND PERFORMANCE

Series I (AS AT JUNE 30, 2018)

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six months ended June 30, 2018, and for the fiscal periods ended December 31.

Net assets per share (1)	Jun. 30, 2018	2017	2016	2015	2014	2013
Net assets – beginning of period	\$18.77	\$18.04	\$15.82	\$17.27	\$16.61	\$14.05†
Increase (decrease) from operations:						
Total revenue§	–	0.19	0.32	0.64	0.28	1.07
Total expenses	(0.16)	(0.32)	(0.30)	(0.29)	(0.31)	(0.26)
Realized gains (losses) for the period	0.29	0.44	0.17	0.39	0.26	0.38
Unrealized gains (losses) for the period	(0.36)	0.55	3.07	(1.90)	(0.23)	1.46
Total increase (decrease) from operations (2)	(0.23)	0.86	3.26	(1.16)	–	2.65
Distributions:						
From income (excluding dividends)	–	–	–	–	–	–
From dividends	(0.18)	(0.16)	(0.31)	(0.20)	(0.20)	(0.09)
From capital gains	–	–	(0.56)	(0.05)	–	–
Returns of capital	–	–	–	–	–	–
Total annual distributions (3)	(0.18)	(0.16)	(0.87)	(0.25)	(0.20)	(0.09)
Net assets – end of period	\$18.40	\$18.77	\$18.04	\$15.82	\$17.27	\$16.61
Ratios and supplemental data:	Jun. 30, 2018	2017	2016	2015	2014	2013
Total net asset value ('000's) (1)	\$1,286	\$1,430	\$1,487	\$463	\$854	\$8
Number of shares outstanding	69,913	76,184	82,403	29,290	49,454	500
Management expense ratio (2)	1.74%	1.75%	1.77%	1.73%	1.76%	1.75%
Management expense ratio before waivers or absorptions	1.74%	1.75%	1.77%	1.73%	1.76%	4.08%
Trading expense ratio (3)	0.06%	0.03%	0.07%	0.04%	0.05%	0.11%
Portfolio turnover rate (4)	–	–	–	–	–	–
Net asset value per share	\$18.40	\$18.77	\$18.04	\$15.82	\$17.27	\$16.61

For explanatory notes, please refer to "Explanatory Notes to Financial Highlights" at the end of the section.

§ Total revenue includes total investment income net of any provision for or recoverable from income taxes.

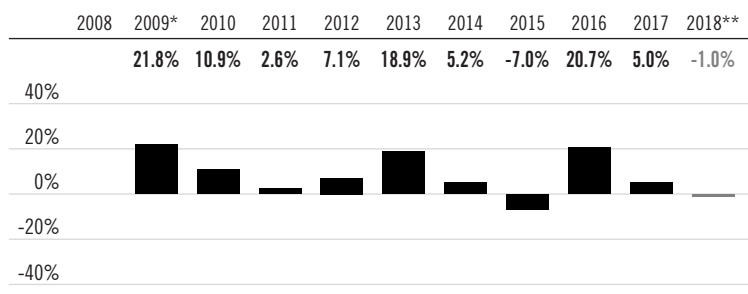
† The opening net assets have been adjusted in accordance with IFRS. Information pertaining to 2013 was derived from the audited annual financial statements prepared under Canadian GAAP.

PAST PERFORMANCE

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Year-by-Year Returns

The bar chart shows the Fund's performance for the six-month period ended June 30, 2018, and for each of the previous 12-month periods ended December 31. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the end of the period.



* 2009 Series I return: January 5 to December 31

** For the period January 1 to June 30, 2018

MANAGEMENT REPORT OF FUND PERFORMANCE

Series 0 (AS AT JUNE 30, 2018)

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six months ended June 30, 2018, and for the fiscal periods ended December 31.

Net assets per share (1)	Jun. 30, 2018	2017	2016	2015	2014	2013
Net assets – beginning of period	\$21.91	\$20.70	\$17.84	\$19.14	\$18.08	\$15.03†
Increase (decrease) from operations:						
Total revenue§	–	0.27	0.94	0.91	0.22	1.32
Total expenses	–	–	–	–	–	–
Realized gains (losses) for the period	0.34	0.52	0.14	0.43	0.46	0.29
Unrealized gains (losses) for the period	(0.34)	0.49	3.04	(2.36)	0.60	1.57
Total increase (decrease) from operations (2)	–	1.28	4.12	(1.02)	1.28	3.18
Distributions:						
From income (excluding dividends)	–	–	–	–	–	–
From dividends	(0.21)	(0.18)	(0.35)	(0.22)	(0.22)	(0.09)
From capital gains	–	–	(0.63)	(0.06)	–	–
Returns of capital	–	–	–	–	–	–
Total annual distributions (3)	(0.21)	(0.18)	(0.98)	(0.28)	(0.22)	(0.09)
Net assets – end of period	\$21.67	\$21.91	\$20.70	\$17.84	\$19.14	\$18.08
Ratios and supplemental data:	Jun. 30, 2018	2017	2016	2015	2014	2013
Total net asset value ('000's) (1)	\$628	\$628	\$442	\$61	\$64	\$60
Number of shares outstanding	28,994	28,668	21,371	3,381	3,339	3,314
Management expense ratio (2)	–	–	–	–	–	–
Management expense ratio before waivers or absorptions	0.05%	0.05%	0.05%	0.07%	0.05%	1.53%
Trading expense ratio (3)	0.06%	0.03%	0.07%	0.04%	0.05%	0.11%
Portfolio turnover rate (4)	–	–	–	–	–	–
Net asset value per share	\$21.67	\$21.91	\$20.70	\$17.84	\$19.14	\$18.08

For explanatory notes, please refer to "Explanatory Notes to Financial Highlights" at the end of the section.

§ Total revenue includes total investment income net of any provision for or recoverable from income taxes.

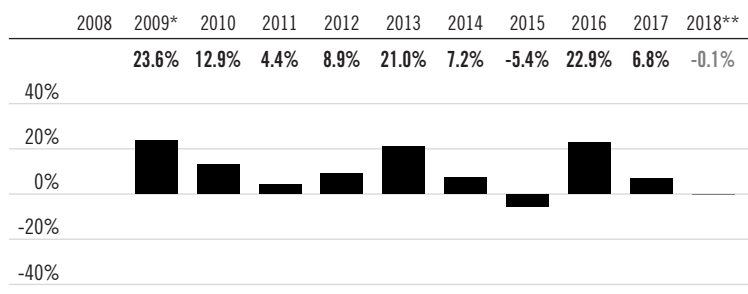
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Year-by-Year Returns

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* 2009 Series 0 return: January 5 to December 31

** For the period January 1 to June 30, 2018

MANAGEMENT REPORT OF FUND PERFORMANCE

Series T (AS AT JUNE 30, 2018)

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six months ended June 30, 2018, and for the fiscal periods ended December 31.

Net assets per share (1)	Jun. 30, 2018	2017	2016	2015	2014	2013
Net assets – beginning of period	\$15.64	\$16.07	\$15.04	\$17.61	\$18.04	\$16.26†
Increase (decrease) from operations:						
Total revenue§	–	0.17	0.22	0.60	0.78	3.05
Total expenses	(0.17)	(0.35)	(0.35)	(0.38)	(1.15)	(0.89)
Realized gains (losses) for the period	0.24	0.38	0.17	0.42	1.08	0.94
Unrealized gains (losses) for the period	(0.37)	0.53	2.67	(1.72)	(0.34)	3.44
Total increase (decrease) from operations (2)	(0.30)	0.73	2.71	(1.08)	0.37	6.54
Distributions:						
From income (excluding dividends)	–	–	–	–	–	–
From dividends	(0.15)	(0.14)	0.29	(0.21)	(0.22)	(0.10)
From capital gains	–	–	(0.53)	(0.05)	–	–
Returns of capital	(0.47)	(0.96)	(0.90)	(1.06)	(1.08)	(0.98)
Total annual distributions (3)	(0.62)	(1.10)	(1.72)	(1.32)	(1.30)	(1.08)
Net assets – end of period	\$14.82	\$15.64	\$16.07	\$15.04	\$17.61	\$18.04
Ratios and supplemental data:	Jun. 30, 2018	2017	2016	2015	2014	2013
Total net asset value ('000's) (1)	\$1,186	\$1,627	\$1,410	\$597	\$1,103	\$614
Number of shares outstanding	80,060	103,973	87,714	39,715	62,602	34,009
Management expense ratio (2)	2.27%	2.26%	2.28%	2.30%	2.23%	2.29%
Management expense ratio before waivers or absorptions	2.27%	2.26%	2.28%	2.30%	2.23%	3.89%
Trading expense ratio (3)	0.06%	0.03%	0.07%	0.04%	0.05%	0.11%
Portfolio turnover rate (4)	–	–	–	–	–	–
Net asset value per share	\$14.82	\$15.64	\$16.07	\$15.04	\$17.61	\$18.04

For explanatory notes, please refer to "Explanatory Notes to Financial Highlights" at the end of the section.

§ Total revenue includes total investment income net of any provision for or recoverable from income taxes.

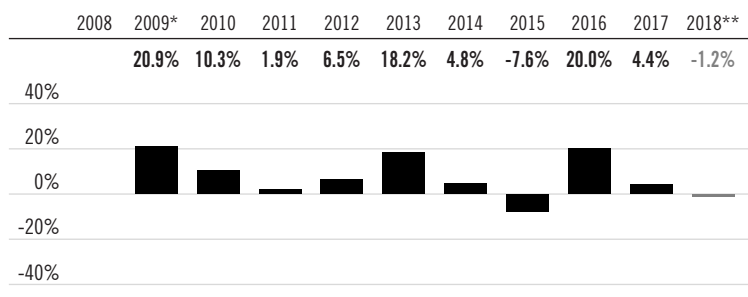
† The opening net assets have been adjusted in accordance with IFRS. Information pertaining to 2013 was derived from the audited annual financial statements prepared under Canadian GAAP.

PAST PERFORMANCE

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

Year-by-Year Returns

The bar chart shows the Fund's performance for the six-month period ended June 30, 2018, and for each of the previous 12-month periods ended December 31. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the end of the period.



* 2009 Series T return: January 5 to December 31

** For the period January 1 to June 30, 2018

NOTES TO FINANCIAL HIGHLIGHTS

Net Assets per Share:

- (1) This information is derived from the Fund's unaudited interim financial statements and audited annual financial statements. In the period a fund or series is established, the financial information is provided from the date of inception to the end of the period. In cases where the net assets per share presented in the financial statements differ from the net asset value calculated for Fund pricing purposes, an explanation of these differences can be found in the notes to the financial statements.
- (2) Net assets and distributions are based on the actual number of shares outstanding at the relevant time. The increase/decrease in net assets from operations is based on the weighted average number of shares outstanding over the fiscal period. This table is not intended to be a reconciliation of opening and closing net assets per share.
- (3) Dividends were paid in cash or reinvested in additional shares of the Fund or both, and exclude distributions of management fee reductions to shareholders.

Ratios and Supplemental Data:

- (1) This information is provided as at the period-end of the year shown.
- (2) Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.
- (3) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of net asset value during the period. For funds that invest in multiple Underlying Funds, the trading expense ratio represents the Fund's proportionate share of total commissions and other portfolio costs of the Underlying Fund as an annualized percentage of its daily average net assets during the period. For funds that invest substantially all of its assets in an Underlying Fund, the trading expense ratio shown is that of the Underlying Fund.
- (4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling each security in its portfolio once in the course of the relevant period. The higher the portfolio turnover rate in the period, the greater the trading costs payable by the Fund and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. Where a fund has invested substantially all its assets in an Underlying Fund for the entire period, the portfolio turnover rate is zero.

OTHER FUND INFORMATION

Reported year-by-year returns for past years may be revised, based on the results of recalculations, audits and/or other historical review processes. Such revisions are considered immaterial to performance disclosure unless otherwise stated.

Series I and V, as applicable, are presently capped (closed to new investors). Investors who currently own shares of Series I and Series V may continue to purchase additional shares in those series. These series may become available for purchase by new investors at the discretion of the Manager.