

This interim management report of fund performance contains financial highlights, but does not contain either the interim financial report or annual financial statements of the investment fund. You can get a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling us toll free at 1-866-378-7119, by writing to us at NGAM Canada LP (the "Manager"), 145 King Street West, Suite 1500, Toronto, ON., M5H 1J8, or by visiting our website at ngam.natixis.ca or SEDAR at www.sedar.com. Securityholders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

A NOTE ON FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and conditions. Forward-looking statements are statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "plans", "believes", "estimates" or negative versions thereof and similar expressions. In addition, any statement that may be concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, capital markets, business competition, technological changes, changes in government regulations, unexpected judicial or regulatory proceedings and catastrophic events.

We stress that the above-mentioned list is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise.

Management Discussion of Fund Performance

The Natixis Strategic Balanced Registered Fund (the "Fund") will seek to achieve the investment objective through the investment of substantially all of its portfolio assets in non-publicly offered debt and Inter-Fund shares of Natixis Strategic Balanced Class (the "Tax Class Fund"). Accordingly, the Management Discussion of Fund Performance that follows represents generally that of the Tax Class Fund with the exception of the sections titled Investment Objectives and Strategies, Risk, Financial Highlights, Management Fees and Series Description and Past Performance which are specific to the Fund. Within the section titled Results of Operations, the net asset value and performance figures discussed also relate specifically to the Fund. For information specific to the Tax Class Fund please refer to the Management Report of Fund Performance of the Tax Class Fund.

Investment Objective and Strategies

The investment objective of the Fund is to provide a combination of capital preservation, income generation and long-term capital growth primarily through investment in a diversified portfolio of Canadian securities.

Cidel seeks to invest in a broadly diversified portfolio of fixed income investments and equity securities of companies with attractive cash flow and valuation profiles, and a track record of returning rising levels of cash flow to security holders. For the equity component of the Fund, Cidel follows a security selection process consisting of company screening, bottom up fundamental research/valuation and a final decision making phase based on perceived margin of safety and portfolio and risk management considerations. For the fixed income component, Cidel utilizes a blend of interest rate anticipation, yield curve management, sector allocation, and credit analysis to reduce volatility and generate income.

Risk

No changes affecting the overall level of risk associated with investing in the Fund were made during the period. The risks of this Fund remain as discussed in the Fund's most recent simplified prospectus or any amendments and fund facts.

Results of Operations

The Fund's net asset value decreased during the period from \$19,768,000 to \$17,875,000. This increase was a result of positive return on investments and the proceeds of a fund merger, offset by net redemptions.

The Series A of the Fund returned 4.5% compared to a 3.1% return on its benchmark, a 25% S&P/TSX Capped Composite Index / 25% MSCI World Index / 50% FTSE TMX Canada Universe Bond Index (the "Benchmark"), from which fees and expenses are not deducted. See the section titled "Past Performance" for a detailed summary of the performance of the Fund.

The Fund's overall asset allocation was a positive factor on its performance through the first half of the year. A slight over allocation to Global and Canadian Equities versus the benchmark and the underlying performance of both strategies was the main driver of the Fund's outperformance versus the benchmark through the first half of the year.

Relating to the Global Equity portion of the Fund, performance has been broad based, with many key European, U.S. and Asian equity markets all rising by similar mid to high single digit rates (in local currency terms) through the first six months of the year. Sector leadership is markedly different thus far in 2017 vs. 2016. In 2016 Energy and Materials were the top two performing of the 11 GICS sectors in the MSCI World Index, while Health Care and Real Estate were the two worst. Thus far in 2017, Information Technology and Health Care are MSCI World's top two performers; Energy is now the worst. The fund's global equity holdings - designed in part to offer Canadian investors exposure to sectors like Information Technology and Health Care that are hard to come by in the TSX - has accordingly benefited, outperforming the MSCI World index. The fund's Global holdings including Cineworld PLC, Heineken NV, and Techtronic Industries Co. were positive factors on performance. Some of the fund's US based Energy names were detractors from performance including Occidental Petroleum and Phillips 66.

The fund's Canadian holdings in the Materials and Industrials sectors were key contributors to the portfolio's performance while its underexposure to the Energy sector continued to create positive relative performance. CCL Industries and Stella Jones Inc., both in the Materials sector, were the best two performing stocks. Stella Jones' stock price reacted well to an

improvement in the outlook for the railway tie market while the addition of CCL to the S&P/TSX 60 Index created additional demand for the stock. From a dividend growth perspective, eight Canadian companies increased their dividends during the second quarter.

The bond market managed to turn in a positive return for the first half of the year despite the significant sell off in the last two weeks of June.

Recent Developments

We still expect to see synchronized and improving global economic growth, which argues for improving corporate profits and rising equity markets. The environment should remain reasonably positive until either inflation rises to concerning levels, which has not happened, causing central banks to put on the brakes, or until one of the many risks we discussed in previous quarterly reports damage confidence and eventually the economy. Overall, the odds of recession occurring over the next two years seem low, which makes sense given that employment is strong, central banks have just started removing monetary stimulus, the yield curve is still upward sloping, the purchasing managers index is well over 50 at 57.8, and there is still lots of capacity. As a result, reducing our equity exposure seems premature as there are few signs that a recession is on the horizon.

On the inflation front, our view is that nominal GDP is still too weak for inflation to start to feed on itself. If it turns out that the weak inflation data we see now is not temporary as the Fed believes it is, we may be presented with an opportunity to add to bonds, but for now we will remain underweight bonds because both the Fed and the Bank of Canada remain on a path to increase rates, hoping to build some ammunition for the next recession. Overall, the Fund's asset mix is tilted towards equities over bonds, a position we view as reasonable. There currently is a small cash position in the Fund, which we will deploy when we see market weakness in either bonds or equities.

Change of Securities Offerings

Effective May 9, 2017, the securities of Ultra High Net Worth Series are no longer available for purchase.

Investors may continue to own these securities, redeem their investment, or switch their investment to securities of the Fund or another Natixis Fund that is available for purchase and for which they qualify.

Effective June 12, 2017, the securities of Regular Front End Load, Deferred Load and Low Load series are no longer available for purchase.

Effective June 12, 2017, commenced offering securities of Series A.

On July 18, 2017 all the assets attributable to Regular Front End Load, Deferred Load and Low Load were re-designated to Series A.

Fund Series Name Changes

Effective June 9, 2017, the Fund renamed the following Series:

Previous Name	New Name
Regular F Series	Series F
High Net Worth Front End Load Series	Series H
High Net Worth F Series	Series HF
Ultra High Net Worth Series	Series U
Institutional Front End Load Series	Series I

Related Party Transactions

NGAM Canada LP (the "Manager") provides investment management, distribution and administrative services to the Fund. These services are provided in the normal course of operations and are recorded at the amount of consideration agreed to by the Manager and the Fund. National Instrument 81-107 requires the Fund, to establish an independent review committee ("IRC") to whom the Fund must refer all conflict of interest matters for review or approval. NI 81-107 also imposes obligations upon the Manager to establish written policies and procedures for dealing with conflict of interest matters, maintain records in respect of these matters, and provide assistance to the IRC in carrying out its functions.

Management Fees

NGAM Canada LP is the manager of the Fund. In consideration for the investment advisory services provided, the Manager receives a monthly management fee based on the daily average net assets of each series of the Fund, other than Series I. From its management fees, the Manager pays the cost of portfolio manager compensation, and sales and trailing commissions to dealers who distribute securities of the Fund. In consideration for other administrative services provided, the Manager may also charge an administrative fee to the Funds.

From time to time, the Manager may reduce the effective management fee payable by some unitholders by reducing the management fee it charges to the Fund, directing the Fund to make management fee distributions to these unitholders, or by rebating these fees back to the Fund in amounts equal to the management fee reduction. Management fee distributions are automatically reinvested in additional units of the Fund and are accounted for as distributions for financial statement purposes.

Fund Operating Expenses

Each Fund is responsible for the payment of all operating expenses including, but not limited to, taxes, accounting fees, legal fees, audit fees, trustee fees, IRC fees, custodial fees, administrative costs, investor servicing costs, broker commissions, interest and bank charges, and costs of reports and prospectuses. In consideration for other administrative services provided, the Manager may also charge an administrative fee to the Funds. The Manager allocates to the Fund certain overhead costs which are directly related to the operation of the Fund (excluding marketing and sales). Those overhead costs would include a portion of the Manager's IT computer software, systems and staff salaries, facilities, insurance (property and liability only), depreciation on fixed assets, data and telephone, printing, office and other general administrative costs.

Operating expenses are attributed to a Fund, or a Fund's series. Common operating expenses of the Funds may be allocated among each fund based on the average number of securityholders or the average daily net asset value of that fund, or other methods of allocation that the Manager deems appropriate, depending on the type of operating expenses being allocated.

Expenses Absorbed

The Manager may waive or absorb a portion of the management fees or operating expenses for certain funds. The decision to absorb these expenses is reviewed periodically and determined at the discretion of the Manager, without notice to unitholders.

The related party fees charged are as follows:

	June 30, 2017	June 30, 2016
Management fees	187,729	158,044
Administrative services provided by the Manager	10,915	7,068
Fund expenses absorbed by the Manager	(30,595)	(28,370)

Management Fees and Series Description

The Fund currently offers five series of units: Series A, Series F, Series H, Series HF and Series I. The following securities are no longer available for purchase: Series U, Regular Front End Load and Deferred and Low Load.

Management fees differ among the Fund's series of units. The Fund pays the Manager an aggregate management fee. Management fees for Series I units are negotiated and paid directly by the investor, not by the Fund. From its management fees, the Manager pays the costs of portfolio manager compensation, and sales and trailing commissions to dealers who distribute securities of the Fund.

Series	As a Percentage of Management Fees		
	Management Fee (%)	Dealer Compensation (%)	General Administration, Investment Advice and Profit (%)
Series A, Regular, Deferred and Low Load	2.00	39	61
Series F	1.00	0	100
Series H	1.75	57	43
Series HF	0.75	0	100
Series U	1.50	49	51

***For Series I [Units/Shares (revise as applicable)], separate Series I fees are negotiated and paid by each Series I investor. The combined management, administrative and any service fees charged for Series I Units will not exceed the management fee charged for Series A Units.*

Summary of Investment Portfolio at June 30, 2017

The Fund invests directly in the Tax Managed Fund. The top 25 largest holdings by percentage of net asset value and sector allocation of this fund are listed below. The prospectus and other information about the Tax Managed Fund is available at ngam.natixis.ca or www.sedar.com.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund. You may obtain monthly updates to the Fund's holdings free of charge by calling us toll free at 1-866-378-7119 or by writing us at NGAM Canada LP, 145 King Street West, Suite 1500, Toronto, ON, M5H 1J8 or by visiting our website at ngam.natixis.ca or SEDAR at www.sedar.com.

Top 25 Holdings	%*	Sector Allocation	%*
Cash & Cash Equivalents [^]	3.9	Corporate Bonds	28.3
Province of Quebec 3.50% Dec 01/22	2.5	Financials	15.0
Canadian National Railway Company	1.3	Industrials	10.8
Fortis Inc.	1.1	Consumer Discretionary	6.5
CCL Industries Inc. Cl. B	1.1	Energy	5.5
Royal Bank of Canada	1.1	Consumer Staples	5.0
The Bank of Nova Scotia	1.1	Provincial Bonds	4.7
Toromont Industries, Ltd.	1.0	Utilities	4.0
Rogers Communications Inc. Cl. B	1.0	Cash & Cash Equivalents [^]	3.9
Richelieu Hardware, Ltd.	1.0	Health Care	3.8
Canadian Tire Corporation, Limited Cl. A	1.0	Telecommunication	3.7
National Bank of Canada	1.0	Services Federal Bonds	2.7
United Overseas Bank, Ltd.	1.0	Materials	2.6
Bank of Montreal	1.0	Information Technology	2.5
Techronic Industries Company Limited	1.0	Real Estate	0.8
Algonquin Power Co. 4.09% Feb 17/27	0.9	Municipal Bonds	0.2
TELUS Corporation	0.9	Total	100.0
Accor SA	0.9		
Koninklijke Philips NV	0.9		
Taiwan Semiconductor Manufacturing Company, Ltd. ADR	0.9	Asset Allocation	%*
Intact Financial Corporation	0.9	Equity	53.2
Saputo Inc.	0.9	Fixed Income	35.8
Johnson & Johnson	0.9	Preferred Share	7.1
Province of New Brunswick 2.60% Aug 14/26	0.9	Cash & Cash Equivalents [^]	3.9

MANAGEMENT REPORT OF FUND PERFORMANCE
NATIXIS STRATEGIC BALANCED REGISTERED FUND

For the period ended June 30, 2017

Deere & Company	0.9	Total	<u>100.0</u>
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** Based on Transactional NAV in which securities are priced at market closing prices on June 30, 2017.*

**Including other working capital.*

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund. Updates are available quarterly.

Past Performance

The past performance shows historical performance of each series of units of the Fund. This information is provided to show the past performance only and does not necessarily indicate how the Fund will perform in the future. The past performance information assumes that all distributions were reinvested in additional units of the same series of the Fund. The past performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance.

On November 30, 2012, NexGen Canadian Growth and Income Registered Fund, after obtaining all necessary approvals, was merged into the Fund

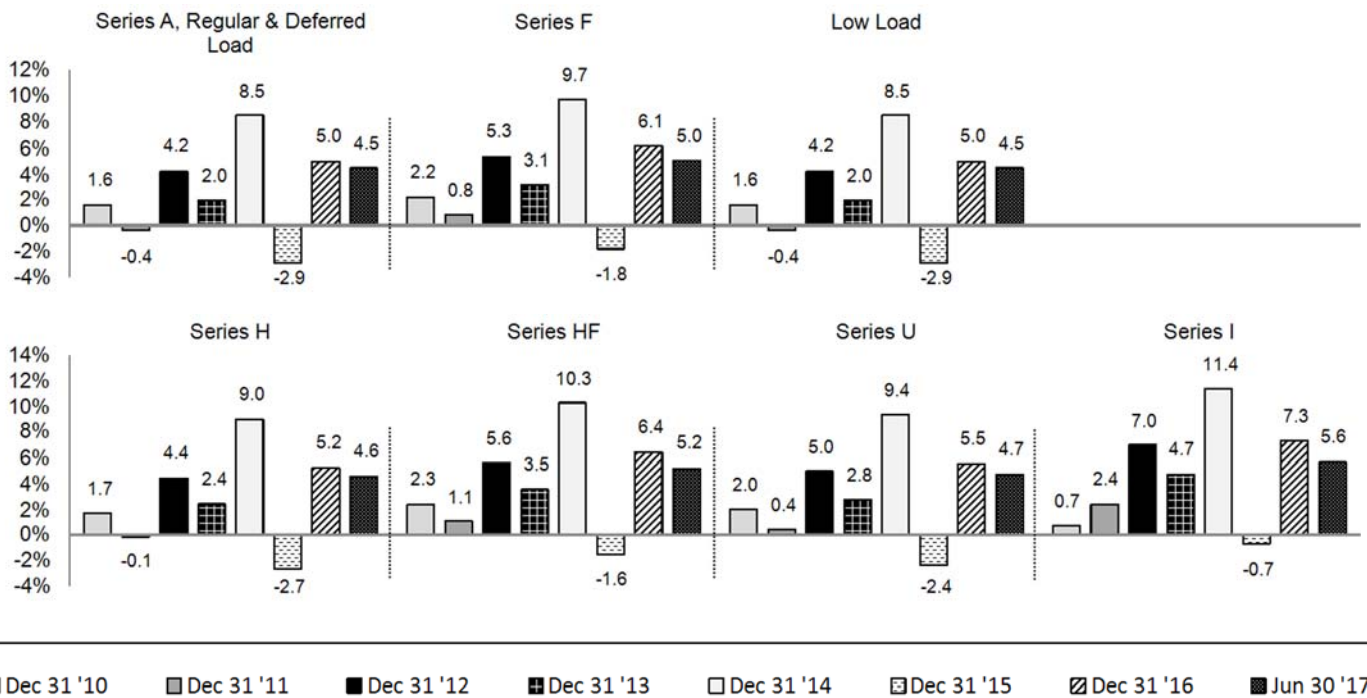
On October 17, 2016, Cidel was appointed as the sub-advisor for the Fund and the investment strategies of these Funds were changed as a result of the sub-advisor change.

On December 9, 2016: NexGen Canadian Diversified Income Registered Fund, after obtaining all necessary approvals, was merged into the Fund.

These changes could have affected the performance of the Fund had they been in effect throughout the performance measurement periods presented.

Year-by-Year Returns

The following chart illustrates the annual performance of each series of units of the Fund since its retail inception date - May 31, 2010. The chart shows, in percentage terms, how much an investment made on the first day of each financial period would have increased or decreased by the last day of each financial period. *Performance of Series A reflects the past performance of the Regular Front End Load Series. Performance for Series I for 2010 covers the period from December 1, 2010 to December 31, 2010.*



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 each of the year or period ending dates indicated.

Net Assets Per Unit (\$) ¹

	Series A, Regular, Deferred and Low Load Series						Series F					
	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12
Net assets, beginning of period	11.22	11.10	11.44	10.54	10.34	9.93	12.00	11.75	11.97	10.91	10.58	10.04
Increase (decrease) from operations:												
Total revenue	0.11	0.58	0.25	0.56	0.21	0.20	0.11	0.49	0.26	0.76	0.22	0.21
Total expenses (excluding distributions)	-	-	-	-	-	-	-	-	-	-	-	-
Realized gains (losses) for the period	-	(0.08)	0.01	0.07	0.15	0.16	-	(0.08)	-	0.08	0.10	0.17
Unrealized gains (losses) for the period	0.40	0.09	(0.65)	0.29	(0.18)	0.05	0.48	0.35	(0.59)	0.29	0.04	0.12
Total increase (decrease) from operations ²	0.51	0.59	(0.39)	0.92	0.18	0.41	0.59	0.76	(0.33)	1.13	0.36	0.50
Distributions:												
From net investment income (excluding dividends)	-	(0.43)	(0.20)	(0.24)	(0.23)	(0.15)	-	(0.46)	(0.21)	(0.25)	(0.24)	(0.16)
From dividends	-	-	(0.04)	(0.43)	-	-	-	-	(0.04)	(0.45)	-	-
From capital gains	-	-	-	-	(0.17)	(0.23)	-	-	-	-	(0.17)	(0.23)
Return of capital	-	-	-	-	(0.01)	-	-	-	-	-	-	-
Total distributions ³	-	(0.43)	(0.24)	(0.67)	(0.41)	(0.38)	-	(0.46)	(0.25)	(0.70)	(0.41)	(0.39)
Net assets, end of period [†]	11.71	11.22	11.10	11.44	10.54	10.34	12.60	12.00	11.75	11.97	10.91	10.58

	Series H						Series HF					
	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12
Net assets, beginning of period	11.54	11.39	11.70	10.74	10.48	10.04	12.24	11.95	12.14	11.01	10.63	10.06
Increase (decrease) from operations:												
Total revenue	0.11	0.51	0.26	0.70	0.21	0.21	0.12	0.57	0.26	1.07	0.22	0.20
Total expenses (excluding distributions)	-	-	-	-	-	-	-	-	-	-	-	-
Realized gains (losses) for the period	(0.01)	(0.08)	-	0.08	0.04	0.15	-	(0.08)	-	0.09	0.15	0.15
Unrealized gains (losses) for the period	0.48	0.20	(0.65)	0.15	0.18	0.07	0.48	0.27	(0.63)	(0.09)	(0.14)	0.21
Total increase (decrease) from operations ²	0.58	0.63	(0.39)	0.93	0.43	0.43	0.60	0.76	(0.37)	1.07	0.23	0.56
Distributions:												
From net investment income (excluding dividends)	-	(0.45)	(0.21)	(0.24)	(0.24)	(0.16)	-	(0.47)	(0.22)	(0.25)	(0.24)	(0.16)
From dividends	-	-	(0.03)	(0.44)	-	-	-	-	(0.04)	(0.46)	-	-
From capital gains	-	-	-	-	(0.17)	(0.23)	-	-	-	-	(0.18)	(0.24)
Return of capital	-	-	-	-	(0.01)	-	-	-	-	-	(0.01)	-
Total distributions ³	-	(0.45)	(0.24)	(0.68)	(0.42)	(0.39)	-	(0.47)	(0.26)	(0.71)	(0.43)	(0.40)
Net assets, end of period [†]	12.07	11.54	11.39	11.70	10.74	10.48	12.87	12.24	11.95	12.14	11.01	10.63

	Series U						Series I					
	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12
Net assets, beginning of period	11.82	11.64	11.92	10.91	10.61	10.11	12.82	12.41	12.49	11.22	10.71	10.01
Increase (decrease) from operations:												
Total revenue	0.11	0.45	0.26	0.75	0.22	0.21	0.12	0.72	0.24	0.70	0.22	0.21
Total expenses (excluding distributions)	-	-	-	-	-	-	-	-	-	-	-	-
Realized gains (losses) for the period	(0.02)	(0.08)	0.03	0.08	0.16	0.15	-	(0.08)	0.08	0.08	0.15	0.16
Unrealized gains (losses) for the period	0.58	0.28	(0.43)	0.29	(0.01)	0.14	0.60	0.31	(0.35)	0.50	0.14	0.32
Total increase (decrease) from operations ²	0.67	0.65	(0.14)	1.12	0.37	0.50	0.72	0.95	(0.03)	1.28	0.51	0.69
Distributions:												
From net investment income (excluding dividends)	-	(0.46)	(0.21)	(0.25)	(0.24)	(0.16)	-	(0.49)	(0.23)	(0.26)	(0.25)	(0.16)
From dividends	-	-	(0.04)	(0.45)	-	-	-	-	(0.04)	(0.47)	-	-
From capital gains	-	-	-	-	(0.17)	(0.24)	-	-	-	-	(0.18)	(0.24)
Return of capital	-	-	-	-	-	-	-	-	-	-	-	-
Total distributions ³	-	(0.46)	(0.25)	(0.70)	(0.41)	(0.40)	-	(0.49)	(0.27)	(0.73)	(0.43)	(0.40)
Net assets, end of period [†]	12.38	11.82	11.64	11.92	10.91	10.61	13.54	12.82	12.41	12.49	11.22	10.71

Please refer to the footnotes on the last page of this document.

MANAGEMENT REPORT OF FUND PERFORMANCE
NATIXIS STRATEGIC BALANCED REGISTERED FUND

For the period ended June 30, 2017

Ratios and Supplemental Data ¹

	Series A, Regular, Deferred and Low Load Series						Series F					
	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12
Total net asset value (\$) ²	11,236,722	11,953,355	9,063,271	7,795,063	11,493,651	15,792,927	834,859	917,748	1,040,221	590,066	476,990	239,150
Number of units outstanding	959,199	1,065,822	816,336	681,592	1,090,050	1,527,342	66,239	76,471	88,542	49,313	43,729	22,614
Management expense ratio (%) ³	2.46	2.46	2.47	2.82	2.81	2.83	1.35	1.35	1.33	1.69	1.67	1.73
Management expense ratio before waivers or absorptions (%) ³	2.78	2.80	2.77	2.97	2.85	2.83	1.68	1.69	1.64	1.84	1.71	1.73
Trading expense ratio (%) ⁴	0.05	0.11	0.12	0.12	0.09	0.14	0.05	0.11	0.12	0.12	0.09	0.14
Portfolio turnover rate (%) ⁵	15.86	100.53	97.44	67.84	86.60	102.15	15.86	100.53	97.44	67.84	86.60	102.15
Net asset value per unit (\$) ²	11.71	11.22	11.10	11.44	10.54	10.34	12.60	12.00	11.75	11.97	10.91	10.58

	Series H						Series HF					
	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12
Total net asset value (\$) ²	3,891,872	5,054,718	5,432,035	3,997,321	3,313,569	777,668	1,789,453	1,498,075	1,569,866	936,814	152,279	62,075
Number of units outstanding	322,500	438,039	476,772	341,538	308,569	74,171	139,011	122,398	131,398	77,189	13,836	5,841
Management expense ratio (%) ³	2.20	2.20	2.19	2.34	2.37	2.58	1.06	1.06	1.07	1.17	1.26	1.44
Management expense ratio before waivers or absorptions (%) ³	2.53	2.54	2.50	2.49	2.41	2.58	1.38	1.39	1.38	1.31	1.30	1.44
Trading expense ratio (%) ⁴	0.05	0.11	0.12	0.12	0.09	0.14	0.05	0.11	0.12	0.12	0.09	0.14
Portfolio turnover rate (%) ⁵	15.86	100.53	97.44	67.84	86.60	102.15	15.86	100.53	97.44	67.84	86.60	102.15
Net asset value per unit (\$) ²	12.07	11.54	11.39	11.70	10.74	10.48	12.87	12.24	11.95	12.14	11.01	10.63

	Series U						Series I					
	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12	30-Jun-17	31-Dec-16	31-Dec-15	31-Dec-14	31-Dec-13	31-Dec-12
Total net asset value (\$) ²	115,924	338,243	405,167	478,673	416,204	491,994	6,442	6,098	3,500	123,184	116,361	3,797
Number of units outstanding	9,365	28,615	34,812	40,143	38,166	46,374	476	476	282	9,860	10,374	355
Management expense ratio (%) ³	1.93	1.92	1.92	2.01	2.02	2.06	0.17	0.20	0.17	0.16	0.15	0.14
Management expense ratio before waivers or absorptions (%) ³	2.26	2.26	2.23	2.16	2.06	2.07	0.50	0.54	0.48	0.30	0.19	0.15
Trading expense ratio (%) ⁴	0.05	0.11	0.12	0.12	0.09	0.14	0.05	0.11	0.12	0.12	0.09	0.14
Portfolio turnover rate (%) ⁵	15.86	100.53	97.44	67.84	86.60	102.15	15.86	100.53	97.44	67.84	86.60	102.15
Net asset value per unit (\$) ²	12.38	11.82	11.64	11.92	10.91	10.61	13.54	12.82	12.41	12.49	11.22	10.71

Please refer to the footnotes on the last page of this document.

Financial Highlights

[†] For financial periods beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For the comparative 2013 financial period, beginning and ending Net Assets per unit have been changed to reflect the adoption of IFRS, and for financial periods preceding January 1, 2013, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). Net Assets per unit, for the periods prior to January 1, 2013, are calculated in accordance with GAAP, and Net Asset Value in the Ratios and Supplemental Data table is presented based on that used for transactional purposes. All other calculations for the purposes of this MRFP are made using Net Asset Value. As at June 30, 2017 there was no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Net Assets Per Unit footnotes

- ¹ This information is derived from the Fund's audited annual financial statements as at December 31 of the years shown and the interim statements as at June 30, 2017. The net assets per unit for periods preceding January 1, 2013 presented in the financial statements may differ from the net asset value calculated for fund pricing purposes as a result of adopting the requirements under Section 3855 of the CICA Handbook, Financial Instruments – Recognition and Measurement.
- ² Net assets and distributions are based on the actual amount of units at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.
- ³ Distributions were reinvested in additional units of the Fund, unless the investor requested payment in cash.
- ^{*} This is not a reconciliation of the beginning and ending net assets per unit as the increase (decrease) from operations data is based on the weighted average number of units during the period rather than actual unit amounts at the relevant time.

Ratios and Supplemental Data footnotes

- ¹ The information is provided as at June 30, 2017 and December 31 of the years shown.
- ² Total Net Asset Value and Net Asset Value per unit for periods preceding January 1, 2013, are presented based on transactional NAV which may differ from amounts in the financial statements as a result of adopting the requirements under Section 3855 of the CICA Handbook, Financial Instruments – Recognition and Measurement.
- ³ The management expense ratio (MER) is calculated in accordance with National Instrument 81-106 and is based on total expenses (excluding distributions, commissions, portfolio transaction costs and forward fees as applicable) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. In a period where a series is established, the management fee ratio is annualized from the date of inception to the end of the period.

The Manager may authorize a reduction in the management fees and/or operating expense rates generally for certain investors of the Fund who pay or incur distribution or other expenses normally paid by the Fund or the Manager. In this case, if the Manager reduces or rebates a portion of the management fee, the Fund or the Manager pays an amount equal to the reduction either as a distribution or as a direct rebate. The MER does not take this type of reduction into account.

The Manager may temporarily reduce or absorb all or any portion of the management fee and/or operating expenses of the Fund and can terminate the reduction or absorption at any time. The Manager expects to continue to absorb these fees or expenses until such time as the Fund is of sufficient size to reasonably absorb all fees and expenses.
- ⁴ The Fund invests in shares and debt of the Tax Managed Fund and does not directly incur portfolio transaction costs. The trading expense ratio represents total commissions and other portfolio transaction costs of the underlying Tax Managed Fund expressed as an annualized percentage of the daily average Transactional NAV of the Tax Managed Fund during the period.
- ⁵ The Fund's portfolio turnover rate is represented by its proportionate share of that of the Tax Managed Fund. The Tax Managed Fund's portfolio turnover rate indicates how the portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Tax Managed Fund buying and selling all of the securities in its portfolio once in the course of the period. Typically, the higher a fund's portfolio turnover rate, the greater the trading costs payable by a fund. There is not necessarily a relationship between a high turnover rate and the performance of a fund.