

*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](http://ngam.natixis.ca) or SEDAR at [www.sedar.com](http://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 Oakmark Natixis Registered Fund (the "Fund") will seek to achieve the investment objective through the investment of substantially all of its portfolio assets in the non-publicly offered debt and Inter-Fund shares of the Oakmark Natixis 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 seek to provide long term capital appreciation primarily through investment in a diversified portfolio of common stocks of U.S. companies. The Fund will generally invest in the securities of larger capitalization companies.

The Sub-Adviser of the Tax Class Fund, Harris Associates L.P. (the "Sub-Adviser"), uses the value investment philosophy to identify companies that it believes have discounted stock prices compared to the companies' true business value.

### ***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 increased during the period from \$1,173,000 to \$2,266,000. This increase was a result of a combination of net sales and positive return on investments.

The Series A units of the Fund returned 3.2% compared to a 5.7% return on its benchmark, the S&P 500 (CAD) Total Return 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.

Relative to its benchmark index, the Fund's largest sector overweight in the first half of calendar year 2017 was in Financials. This overweight weighed on the Fund's overall performance versus its benchmark but was partially offset by stock selection in the sector. The Fund's second-largest overweight was in the Technology sector, which produced the Fund's largest contribution-to-overall-return. The sector also held one of the Fund's overall top-performing stocks on an absolute basis for the period, Oracle. The company's third-quarter earnings report showed continued progress in managing the transition to a more cloud-based software model. This performance was consistent with the sub-adviser's expectations, but appeared to have positively surprised others. Total revenues grew 4% in constant currency, and non-GAAP operating margins increased 110 basis points due to well-controlled expenses. Importantly, software as a service/platform as a service (SaaS/PaaS) revenues grew 86%, and margins expanded to 65% from 51% during the year-ago period as the business scaled. In addition, Oracle increased its dividend 27% to \$0.19 per quarter and repurchased \$500 million worth of stock. Oracle also delivered positive fiscal fourth quarter earnings results in June. The report was highlighted by (1) continued cloud SaaS/PaaS growth (+69% in constant currencies including NetSuite), (2) a significant moderation in the rate of decline in new software licenses, (3) steady growth in maintenance revenues (+3%), indicating the stability of the installed base and (4) non-GAAP operating margin improvement that was nearly 200 basis points ahead of consensus, reflecting increased cloud gross margins and well-controlled expenses. The sub-adviser also liked that Oracle announced a new financial reporting structure that provides greater insight into how the underlying businesses are performing. Furthermore, management issued guidance for its fiscal first quarter in excess of market expectations, adding to the sub-adviser's confidence in this investment. The Fund was also overweight in the Industrials and Consumer Discretionary sectors.

The Fund's largest underweight to its benchmark was in Health Care, which produced a drag on relative performance. The Fund's lack of exposure to the Telecom, Real Estate, Utilities and Materials sectors helped its relative performance.

In terms of absolute performance, Energy (-28%) was the only one of the seven invested sectors that produced a negative collective return. Three of the five weakest performing stocks in the Fund for the period were Energy holdings. While the Fund's slight underweight in the sector marginally aided in the Fund's relative performance, the sub-adviser's stock selection weighed on the relative return. The largest detractor both within the sector and the Fund overall was Anadarko. The sub-adviser was slightly disappointed by Anadarko's first-quarter results,

as exploration expenses were higher than expected due to a failed exploratory well in Shenandoah, and management shifted expectations for increased production growth to later in 2017 than anticipated. First-quarter results and second-quarter guidance for total sales volume were also lower than market forecasts. In addition, a number of market analysts downgraded the company when investigators determined that an uncapped gas line attached to an abandoned Anadarko well caused a home explosion in Colorado. Considering that this was a legacy, vertical well drilled by a prior operator and acquired by Anadarko in 2014, the sub-adviser views this as more bad luck than bad operations. However, this explosion prompted the company to close 3,000 vertical wells in northeastern Colorado. Anadarko subsequently became the subject of lawsuits in relation to this incident. The sub-adviser recognizes that additional regulatory analysis and legal actions will likely follow, and has adjusted some near-term metrics while they watch the situation closely.

The other six of the seven invested sectors produced positive collective returns for the Fund, led by Consumer Staples (+21%). During the first half of 2017, the Fund's sector was bolstered mainly by the sub-adviser's stock selection within the sector. The sector's three holdings—Unilever, Nestlé and Diageo—all ended the period with positive, double-digit collective returns. Health Care (+20%), Technology (+9%), Consumer Discretionary (+7%), Industrials (+6%) and Financials (+4%) also produced positive returns on an absolute basis for the period.

The Fund's top performing stocks on a contribution-to-overall-return basis for the period from January 1-June 30 were Unilever, Oracle and Apple. Its bottom performers were Anadarko, Apache and General Electric.

### *Recent Developments*

Markets marched higher in the first quarter as economic activity continued to strengthen. The Dow Jones Industrial Average notched its sixth-consecutive quarterly gain, and the STOXX Europe 600 Index advanced for the third quarter in a row. In February, the U.S. personal consumption expenditures (PCE) index surpassed the Federal Reserve's long-term target. The eurozone's own annual rate of inflation also reached the European Central Bank's 2% target in February for the first time in four years. Citing improvements to the labor market and economic health, the Federal Reserve once again lifted interest rates in the U.S.

Overall, the sub-adviser thinks the stage is set for increased rates of economic growth in the U.S. as well as globally. Such growth should provide a boost for corporate earnings and share prices given current valuations, which the sub-adviser still finds to be relatively attractive.

As always, the short term is difficult to predict, and the sub-adviser believes an individual quarter has little influence on a business's value. Instead, the sub-adviser aims to invest in companies that they believe are trading at the largest discounts to intrinsic value. Although this often means buying stocks that might be out of favor with the market for a time, the sub-adviser accepts that long-term outperformance often comes at the expense of short-term underperformance. While the sub-adviser cannot anticipate when its perception of intrinsic value will be recognized, they will patiently wait as long as the discount exists. It is the sub-adviser's experience that this steadfast approach affords the best opportunity to provide superior returns for their clients.

The macro factors detailed above will always be given thoughtful consideration, however investment decisions for the Fund will continue to be based on the intensive, bottom-up research process that governs all Oakmark Funds. By employing these techniques, the sub-adviser seeks to identify companies trading at a discount to their estimates of intrinsic business value. The sub-adviser views market volatility favorably, and will use depressed stock prices as an opportunity to add to its positions in those sectors and/or companies that it believes are trading under value and are appropriate for the Fund.

The STOXX Europe 600 Index is derived from the STOXX Europe Total Market Index (TMI) and is a subset of the STOXX Global 1800 Index. With a fixed number of 600 components, the STOXX Europe 600 Index represents large, mid and small capitalization companies across 17 countries of the European region: Austria, Belgium, Czech Republic, Denmark, Finland, France, Germany, Ireland, Italy, Luxembourg, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United Kingdom. This index is unmanaged and investors cannot invest directly in this index.

### *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	17,050	4,549
Administrative services provided by the Manager	6,358	3,222
Fund expenses absorbed by the Manager	(27,739)	(25,155)

## Management Fees and Series Description

The Fund currently offers three series of units: Series A, Series F and Series I.

Management fees differ among the Fund's series of units. The Fund pays the Manager an aggregate management fee. Management fees for the I Series 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.

### As a Percentage of Management Fees

Series	Management Fee (%)	Dealer Compensation (%)	General Administration, Investment Advice and Profit
			(%)
Series A	1.85	54	46
Series F	0.85	0	100

*\*\*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](http://ngam.natixis.ca) or [www.sedar.com](http://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](http://ngam.natixis.ca) or SEDAR at [www.sedar.com](http://www.sedar.com).

Top 25 Holdings	%*	Sector Allocation	%*
Cash & Cash Equivalents <sup>^</sup>	6.1	Financials	27.8
Citigroup, Inc.	3.6	Information Technology	23.6
Alphabet, Inc. Cl. C	3.3	Consumer Discretionary	14.2
Bank of America Corporation	2.6	Industrials	10.9
Oracle Corporation	2.5	Health Care	6.3
Visa, Inc. Cl. A	2.4	Consumer Staples	6.3
American International Group, Inc.	2.4	Cash & Cash Equivalents <sup>^</sup>	6.1
JPMorgan Chase & Co.	2.4	Energy	4.8
FedEx Corp.	2.4	Total	100.0
Apple, Inc.	2.4		
State Street Corporation	2.3	<b>Geographic Allocation</b>	<b>%*</b>
UnitedHealth Group Incorporated	2.3	United States	79.7
General Electric Company	2.3	United Kingdom	6.1
MasterCard Incorporated Cl. A	2.3	Cash & Cash Equivalents <sup>^</sup>	6.1
Texas Instruments Incorporated	2.2	Switzerland	4.4
Nestlé SA ADR	2.2	Netherlands	1.4
Parker-Hannifin Corporation	2.2	Ireland	1.2
Capital One Financial Corporation	2.2	Jersey	1.1
TE Connectivity Limited	2.1	Total	100.0

AFLAC Incorporated	2.1
Cummins, Inc.	2.1
Unilever PLC ADR	2.1
Whirlpool Corporation	2.1
Diageo PLC ADR	2.1
Wells Fargo & Company	2.0

\* Based on Transactional NAV in which securities are priced at market closing prices on June 30, 2017.

^ Including other working capital.

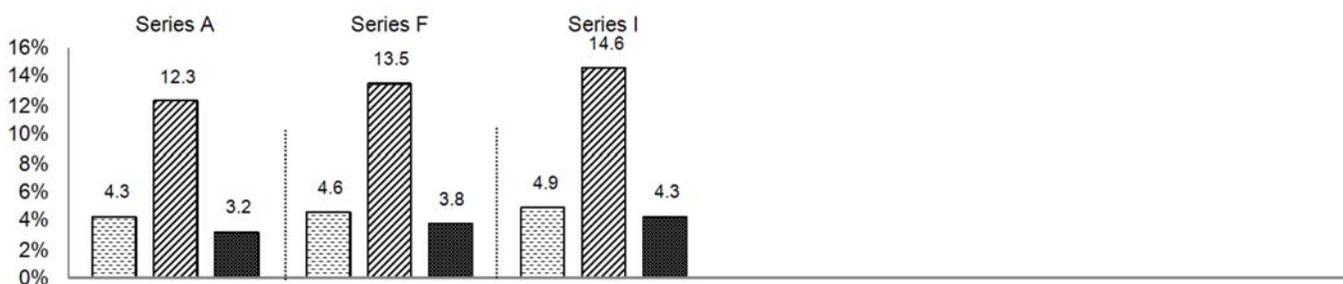
The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund. Updates are available quarterly.

## 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.

### Year-by-Year Returns

The following chart illustrates the annual performance of each series of units of the Fund since its retail inception date – September 17, 2015. The charts show, 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.



Dec 31 '15
  Dec 31 '16
  Jun 30 '17

## Financial Highlights<sup>†</sup>

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 (\$) <sup>1</sup>

	Series A			Series F		
	30-Jun-17	31-Dec-16	31-Dec-15	30-Jun-17	31-Dec-16	31-Dec-15
<b>Net assets, beginning of period</b>	10.91	10.43	10.00	11.06	10.46	10.00
Increase (decrease) from operations:						
Total revenue	0.10	1.36	0.90	0.10	0.91	0.77
Total expenses (excluding distributions)	-	-	-	-	-	-
Realized gains (losses) for the period	0.03	-	-	0.04	(0.01)	-
Unrealized gains (losses) for the period	0.20	0.20	(0.57)	0.26	(0.07)	(0.30)
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>0.33</b>	<b>1.56</b>	<b>0.33</b>	<b>0.40</b>	<b>0.83</b>	<b>0.47</b>
Distributions:						
From net investment income (excluding dividends)	-	(0.13)	(0.03)	-	(0.13)	(0.04)
From dividends	-	(0.68)	(0.49)	-	(0.69)	(0.49)
From capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
<b>Total distributions<sup>3</sup></b>	<b>-</b>	<b>(0.81)</b>	<b>(0.52)</b>	<b>-</b>	<b>(0.82)</b>	<b>(0.53)</b>
<b>Net assets, end of period *</b>	<b>11.26</b>	<b>10.91</b>	<b>10.43</b>	<b>11.47</b>	<b>11.06</b>	<b>10.46</b>

	Series I		
	30-Jun-17	31-Dec-16	31-Dec-15
<b>Net assets, beginning of period</b>	11.20	10.49	10.00
Increase (decrease) from operations:			
Total revenue	0.10	0.99	0.62
Total expenses (excluding distributions)	-	-	-
Realized gains (losses) for the period	0.03	(0.01)	-
Unrealized gains (losses) for the period	0.35	0.55	(0.13)
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>0.48</b>	<b>1.53</b>	<b>0.49</b>
Distributions:			
From net investment income (excluding dividends)	-	(0.13)	(0.04)
From dividends	-	(0.70)	(0.49)
From capital gains	-	-	-
Return of capital	-	-	-
<b>Total distributions<sup>3</sup></b>	<b>-</b>	<b>(0.83)</b>	<b>(0.53)</b>
<b>Net assets, end of period *</b>	<b>11.68</b>	<b>11.20</b>	<b>10.49</b>

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

Ratios and Supplemental Data <sup>1</sup>

	Series A			Series F		
	30-Jun-17	31-Dec-16	31-Dec-15	30-Jun-17	31-Dec-16	31-Dec-15
Total net asset value (\$)	1,673,274	926,380	359,801	530,091	186,162	185,376
Number of units outstanding	148,662	84,945	34,505	46,201	16,837	17,722
Management expense ratio (%) <sup>2</sup>	2.27	2.24	2.24	1.17	1.16	1.15
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	5.14	11.53	10.03	4.04	10.45	8.95
Trading expense ratio (%) <sup>3</sup>	0.02	0.02	0.13	0.02	0.02	0.13
Portfolio turnover rate (%) <sup>4</sup>	3.73	25.59	6.86	3.73	25.59	6.86
Net asset value per unit (\$)	11.26	10.91	10.43	11.47	11.06	10.46

	Series I		
	30-Jun-17	31-Dec-16	31-Dec-15
Total net asset value (\$)	62,701	60,124	52,447
Number of units outstanding	5,369	5,369	5,000
Management expense ratio (%) <sup>2</sup>	0.17	0.17	0.17
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	3.04	9.46	7.96
Trading expense ratio (%) <sup>3</sup>	0.02	0.02	0.13
Portfolio turnover rate (%) <sup>4</sup>	3.73	25.59	6.86
Net asset value per unit (\$)	11.68	11.20	10.49

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

## Financial Highlights

<sup>†</sup> Financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). As at June 30, 2017 there was no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

### Net Assets Per Unit footnotes

- <sup>1</sup> 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.
- <sup>2</sup> 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.
- <sup>3</sup> Distributions were reinvested in additional units of the Fund, unless the investor requested payment in cash.
- <sup>\*</sup> 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

- <sup>1</sup> The information is provided as at June 30, 2017 and December 31 of the years shown.
- <sup>2</sup> 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.
- <sup>3</sup> 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.
- <sup>4</sup> 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.