

This annual 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 (formerly NexGen Financial Limited Partnership or the "Manager"), 36 Toronto Street, Suite 1070, Toronto, ON., M5C 2C5, or by visiting our website at www.nexgenfinancial.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, risk, 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") invests directly in shares and debt of the Oakmark Natixis Tax Managed Fund (the "Tax Managed Fund") having a similar investment objective. Accordingly, the Management Discussion of Fund Performance that follows represents generally that of the Tax Managed 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 Managed Fund please refer to the Management Report of Fund Performance of the Tax Managed Fund.

Investment Objective and Strategies

The investment objective of the Fund is 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 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 Class shares of the Tax Managed Fund.

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

Results of Operations

The Fund's net asset value increased during the period from the retail inception date of September 17, 2015 to December 31, 2015, from \$150,000 to \$598,000. This increase was a result of a combination of net sales and positive return on investments.

The Regular Series of the Fund returned 4.3% compared to a 8.5% 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.

After almost a full year of speculation, the Federal Reserve finally lifted short-term interest rates in the fourth quarter of 2015. Investors appeared pleased by the news, concluding that the Fed's decision points to a strengthening economy. Indeed, critical economic measures, such as employment and housing, have improved. New job creation in recent months met or exceeded economists' forecasts, and the unemployment rate dropped throughout 2015 and reached the lowest level in more than seven years. Likewise, new housing permits rose more than industry projections, and single-family housing starts increased 10.5% in November to the highest level in nearly eight years.

Total consumer spending has similarly been on the rise, according to data compiled by the Bureau of Economic Analysis, and marked an all-time high in the third quarter of this year. However, consumer-friendly conditions, such as mild inflation and very low energy prices, have become concerning to the market. Investors worry that the long duration of these factors may lead to slowing economic growth and deflation. Falling energy prices in particular have severely impacted energy producers and related companies, resulting in reduced capital investment spending and depressed stock valuations across the sector. This scenario has also brought about some volatility in the broader market, as negative investor sentiment periodically pressured other equity prices in tandem with energy shares.

Relative to its benchmark index, the Fund's largest sector overweight since its inception in September 2015 was in Financials—a leader for the Fund on a contribution-to-overall-return basis bested only by Technology. Stock selection in the Technology sector generated the best relative performance as Alphabet (formerly Google), Microsoft and Intel all ranked among the Fund's top five performers for the reporting period.

The Fund's largest underweight to its benchmark was in the Health Care sector. The sector, which contains just three holdings, benefitted from an overweight position relative to the benchmark in Medtronic, a health care equipment company. Holdings in pharmaceutical company Sanofi, however, largely cancelled out the aforementioned gain. The Fund's lack of exposure to Telecommunications hurt its overall performance only mildly, while its void in the Utilities sector had a neutral effect.

In terms of absolute performance, only one of the eight invested sectors produced a negative collective return—Energy (-7%). Chesapeake Energy, one of the Fund's largest detractors for the reporting period, delivered the largest negative return in the sector decreasing 39%. In our opinion, commodity prices have fallen to levels which, if permanent, would bankrupt much of the exploration and production sector of the oil and gas industry. However, we believe commodity prices will rise and that many investments made today in this industry will prove quite rewarding. That said, given Chesapeake's financial obligations, it is without question a much riskier investment than we normally hold. Securities across Chesapeake's capital structure have all declined sharply and, in our opinion, are now all attractively priced. We've shifted some of our position from common stock to somewhat less risky preferred stock, which we believe reduces risk without forfeiting upside potential.

On the other hand, in U.S. Dollar terms Materials (+16%) and Technology (+14%) produced the largest positive returns. The sole holding within Materials was Monsanto, which we believe is a very high quality company with above average growth prospects and an exceptionally strong competitive position in a large and consolidated industry. The Fund also benefitted from not only its overweight in Technology, but its stock selection within the sector. In U.S. Dollar terms, Consumer Staples (+6%), Financials (+6%), Industrials (+3%), Consumer Discretionary (+3%) and Health Care (+2%) also had positive returns on an absolute basis for the period.

The Fund's top performing stocks for the year were General Electric, Alphabet and Microsoft. Its bottom performers were Cummins, Anadarko and Chesapeake Energy.

Recent Developments

The coming of the new year carries with it new market concerns, including possible actions the Fed will take regarding future interest rate increases. With the modest quarter percentage point raise in the fourth quarter of 2015, it is expected that incremental increases will continue this year. However, due to recent worries of declining oil and overall stock prices and fears that the 6.5-year-old U.S. recovery may be going awry, those expected interest hikes may get delayed.

Although economic growth in the U.S. is persisting at a moderate pace overall, conditions outside of the country continue to sway market behavior. Slowing growth in China remains at the forefront, as its government works to boost domestic consumption, and currency disparities still adversely affect businesses around the world. Lastly, in addition to causing real world destruction, the unpredictable timing and intensity of terrorists' activities may also threaten market stability.

While these macro factors will certainly be given due consideration, investment decisions for the Fund will continue to be based on the intensive, bottom-up research process that governs all Oakmark-run accounts. 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 their positions in those sectors and/or companies that they believe are trading under value and are appropriate for the Fund.

Related Party Transactions

NGAM Canada LP (formerly NexGen Financial Limited Partnership or 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 the Institutional series. 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:

	December 31, 2015
Management fees	24,400
Administrative services provided by the Manager	4,631
Fund expenses absorbed by the Manager	(22,605)

Other Information

Notional Distributions

The Fund's annual distribution may be paid in the form of a notional distribution. A notional distribution occurs when a fund declares a distribution in additional units and then completes a concurrent unit consolidation such that the number of units outstanding after the consolidation is identical to the number of units held before the distribution was paid. The net asset value per unit is not affected by the notional distribution.

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	40	60
Series F	0.85	0	100

Summary of Investment Portfolio at December 31, 2015

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 www.nexgenfinancial.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, 36 Toronto Street, Suite 1070, Toronto, ON, M5C 2C5 or by visiting our website at www.nexgenfinancial.ca or SEDAR at www.sedar.com.

Top 25 Holdings	%*	Sector Allocation	%*
Cash & Cash Equivalents [^]	6.1	Financials	30.0
Bank of America Corporation	3.4	Information Technology	24.9
Alphabet Inc. Cl. C	3.2	Industrials	10.7
General Electric Company	2.8	Consumer Discretionary	9.6
Citigroup Inc.	2.7	Cash & Cash Equivalents [^]	6.1
American International Group Inc.	2.6	Energy	5.8
JPMorgan Chase & Co.	2.6	Consumer Staples	5.6
MasterCard Incorporated Cl. A	2.5	Health Care	5.0
Visa Inc. Cl. A	2.4	Materials	2.3
Intel Corporation	2.3	Total	<u>100.0</u>
Monsanto Company	2.3		
Apache Corporation	2.2		
Microsoft Corporation	2.1		
Automatic Data Processing Inc.	2.1		
Texas Instruments Incorporated	2.0	Geographic Allocation	%*
Apple Inc.	2.0	United States	81.5
Oracle Corporation	2.0	Cash & Cash Equivalents [^]	6.1
State Street Corporation	2.0	United Kingdom	4.4
AFLAC Incorporated	2.0	Switzerland	3.4
American Express Company	1.9	Ireland	1.9
FedEx Corp.	1.9	France	1.4
TE Connectivity Limited	1.9	Netherlands	1.3
Liberty Interactive Corporation	1.9	Total	<u>100.0</u>
Medtronic Public Limited Company	1.9		
The Goldman Sachs Group Inc.	1.8		

* Based on Transactional NAV in which securities are priced at market closing prices on December 31, 2015.

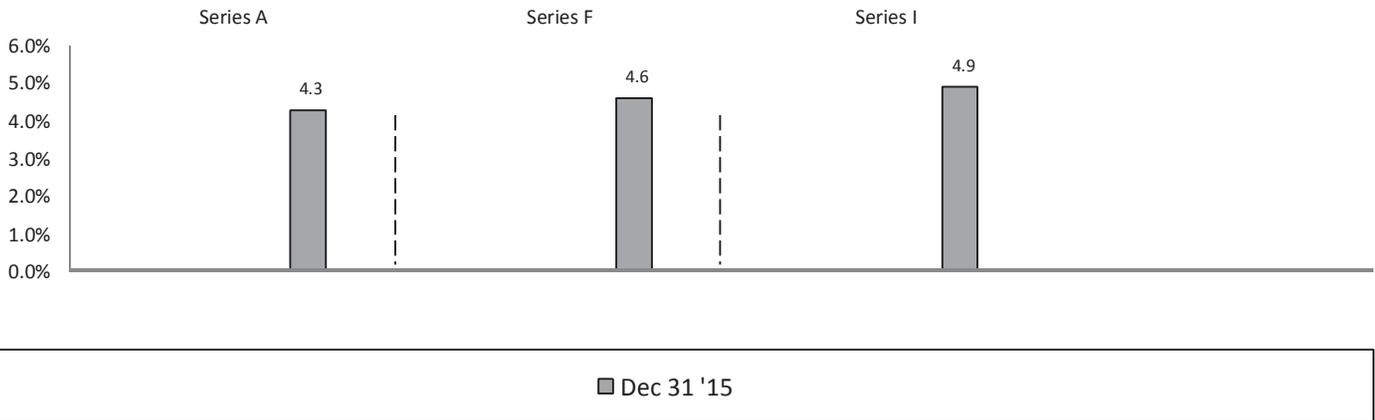
[^]Including other working capital.

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.



Annual Compound Returns

Annual compound returns of the Fund are not shown as the Fund existed for a period less than one year.

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	Series F
	31-Dec-15	31-Dec-15
Net assets, beginning of period	10.00	10.00
Increase (decrease) from operations:		
Total revenue	0.90	0.77
Total expenses (excluding distributions)	-	-
Realized gains (losses) for the period	-	-
Unrealized gains (losses) for the period	(0.57)	(0.30)
Total increase (decrease) from operations²	0.33	0.47
Distributions:		
From net investment income (excluding dividends)	(0.03)	(0.04)
From dividends	(0.49)	(0.49)
From capital gains	-	-
Return of capital	-	-
Total distributions³	(0.52)	(0.53)
Net assets, end of period⁴	10.43	10.46

	Series I
	31-Dec-15
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Total revenue	0.62
Total expenses (excluding distributions)	-
Realized gains (losses) for the period	-
Unrealized gains (losses) for the period	(0.13)
Total increase (decrease) from operations²	0.49
Distributions:	
From net investment income (excluding dividends)	(0.04)
From dividends	(0.49)
From capital gains	-
Return of capital	-
Total distributions³	(0.53)
Net assets, end of period⁴	10.49

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

Ratios and Supplemental Data ¹

	Series A	Series F
	31-Dec-15	31-Dec-15
Total net asset value (\$)	359,801	185,376
Number of units outstanding	34,505	17,722
Management expense ratio (%) ²	2.24	1.15
Management expense ratio before waivers or absorptions (%) ²	10.03	8.95
Trading expense ratio (%) ³	0.13	0.13
Portfolio turnover rate (%) ⁴	6.86	6.86
Net asset value per unit (\$)	10.43	10.46

	Series I
	31-Dec-15
Total net asset value (\$)	52,447
Number of units outstanding	5,000
Management expense ratio (%) ²	0.17
Management expense ratio before waivers or absorptions (%) ²	7.96
Trading expense ratio (%) ³	0.13
Portfolio turnover rate (%) ⁴	6.86
Net asset value per unit (\$)	10.49

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"). As at December 31, 2015 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.
- 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 December 31 of the years shown.
- ² 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.
- ³ 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.
- ⁴ 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.