

Leith Wheeler Canadian Equity Fund

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE
June 30, 2017



Quiet Money.

This interim management report of fund performance contains financial highlights, but does not contain either interim or annual financial statements of the investment fund. You can get a copy of the interim or annual financial statements at your request, and at no cost, by calling 1-888-292-1122, by writing to us at 1500 – 400 Burrard Street, Vancouver, BC V6C 3A6 or by visiting our website at www.leithwheeler.com 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.

Management Discussion of Fund Performance

Investment Objective and Strategies

To provide superior long-term investment returns by investing primarily in a diversified portfolio of common shares and other equity related securities of Canadian issuers. The Fund is not restricted by capitalization or industry sector although portfolio diversification is a consideration in the selection of securities for the Fund. Under normal circumstances, the Fund will keep its portfolio fully invested, to the greatest extent possible, in Canadian equity and equity related securities.

Our approach to stock picking is based on fundamental research with a strong “value” bias. Our test for value is viewing any investment we make as if we were “buying the whole business”. Therefore, the critical question becomes “what would be the price of the whole business that would make the purchase a profitable one?” Our experience has been that the price of a company in the stock market does not always reflect its real value. This discrepancy between price and value creates excellent investment opportunities.

As value investors, we tend to include companies in the portfolio when they are “out of favour” by the market and have declined in price. Companies can become undervalued when there is a lack of investor awareness; when an entire industry is out of favour with investors; or when a company experiences a short-term difficulty which, following careful analysis, we believe can be overcome. By purchasing these companies after a price decline, we find we are able to control risk in the portfolio as these investments often have less downside risk while offering a decent potential return.

Risk

The overall risks of investing in the Fund are as described in the Simplified Prospectus. There were no material changes to the Fund during the year that affected the overall level of risk.

Results of Operations

The Fund’s net assets increased by 0.9% in the first half of 2017, rising to \$2,689.3 million from \$2,666.4 million at the end of 2016. Of this change, \$0.3 million was attributable to investment losses and \$23.2 million of net inflows from purchases.

After a very strong year of performance, the TSX Composite Index provided more modest returns to start 2017. The market was up 2.4% over the first quarter and fell 1.6% in the second quarter, resulting in a six month return of 0.7%. The index was led by Consumer Discretionary (+12.2%), Industrials (+11.7%), and Utilities (+10.1%) while Energy (-13.3%) and Materials (-0.7%) were the negatively performing sectors. The poor performance of the Energy and Material sectors was primarily due to weak commodity and oil prices.

After a strong year of outperformance in 2016, the Canadian Equity Fund lagged the S&P/TSX Composite Index during the first six months of 2017, with Series A of the fund decreasing 2.1% and Series B of the Fund decreasing 2.4% after fees and expenses.

Among the top contributors to the Fund’s performance in the first half of 2017 were BRP Inc. (+34.3%), Brookfield Infrastructure (+20.8%), and Waste Connections (+19.4%). BRP, a producer of recreational vehicles such as Ski-Doo and Sea-Doo, was the best performer in the fund. The stock was up after reporting strong first quarter earnings that beat expectations. The company raised guidance for the remainder of the year, announced a significant share repurchase and initiated a dividend. With strong brands and opportunities to grow market share, BRP shares continue to be attractive. Brookfield Infrastructure reported 2016 fourth quarter results that were above expectations, due to strong organic growth and a positive contribution from acquisitions. The company increased its distribution by 11%, and has provided double-digit dividend growth for several years now. As a key global infrastructure asset owner and operator with a strong pipeline of capital projects, we believe the company is well positioned for strong results going forward. Waste Connections reported solid results as pricing and volume continues to be strong. The integration of its recent acquisition of competitor Progressive Waste is well underway with significant improvements in safety and operations. In contrast Western Energy Services (-43.6%), Baytex Energy (-52.0%), and Cardinal Energy (-53.0%) detracted from performance. In the first half of 2017, energy sector holdings were largely impacted by weaker oil prices.

There were no new holdings added to the portfolio during the first half of 2017.

Management Discussion of Fund Performance (cont.)

Results of Operations (cont.)

There were several holdings eliminated from the Fund in the first half of the year including Canadian Western Bank, Equitable Group, ECN Capital, Element Fleet Management, Hudson's Bay, Sleep Country Canada, and Home Capital. We sold our shares of Canadian Western Bank after seeing it increase 21.0% in the fourth quarter of 2016. The expected returns going forward were not enough to compensate for the higher risks to their business, including a high exposure to a slowing Alberta economy. Equitable Group, an alternative mortgage lender, was removed from the portfolio as the stock price had appreciated beyond our target and we were unable to establish a meaningful position. We exited positions in ECN Capital and Element Fleet Management. These companies were created when Element Financial split itself into two companies in late 2016. We lost faith in the management of these companies after witnessing substantial changes in business strategy, excessive executive compensation, and very aggressive methods of presenting financial results. We do not believe that the risk/return characteristics of the newly formed companies are attractive when compared to our other opportunities. We eliminated Hudson's Bay after several quarters of disappointing results. The company made several large acquisitions which significantly increased leverage, while also spending a large amount on its e-commerce business. Although Canadian retail results have been good, the rest of its business has experienced deteriorating results amid competition from the likes of Amazon. Sleep Country Canada was eliminated as its valuation had become expensive relative to other opportunities. The company has demonstrated strong earnings growth, but investors are now paying a higher price for that growth going forward. In December of 2016, we made the decision to initiate the sale of Home Capital. We sold about 90% of the position during the first quarter. In April, we exited the remaining position in Home Capital following the news that it had experienced material redemptions in its deposit base, forcing the company to put in place a very expensive \$2 billion loan facility from an institutional investor.

The global economy has grown over the last year at an above-trend rate and unemployment rates globally are now at lows matching the peak of the last expansion. We will continue to closely monitor political and economic developments for signs of any impact on global financial conditions and growth. Going forward, we will continue to apply our value investment principles to security selection and remain focused on identifying companies with attractive valuations, good business models, and solid management teams.

Recent Developments

Canadian equity markets were flat in the month of July.

Related Party Transactions

Leith Wheeler Investment Counsel Ltd. (the "Manager") is the manager and portfolio advisor of the Fund and is responsible for the Fund's day-to-day operations. The Fund pays the Manager a management fee as compensation for managing the investment portfolio of the Fund.

Management Fees

The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis. The annualized management fee for the Series B units of the Fund is 1.40%. During the year, the Fund paid the Manager \$918,786 (exclusive of GST/HST) of its net assets as management fees. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund. The Manager paid all operating expenses except brokerage charges and taxes. In respect of Series A units, the unitholder pays the Manager a negotiated management fee outside the Fund.

We do not, directly or indirectly, pay fees, sales commissions or trailing commissions, nor do we provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

Financial Highlights

The Fund's Net Assets Attributable to Holders of Redeemable Units per Unit

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 past six months and for the past five years or for the periods since inception. This information is derived from the Fund's unaudited interim financial statements and audited annual financial statements. The financial information for periods beginning on or after January 1, 2013 is derived from the financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For all prior periods, the financial information is presented in accordance with Canadian generally accepted accounting principles "GAAP". The net assets attributable to holders of redeemable units and the net assets attributable to holders of redeemable units per unit may differ from the Net Assets and Net Assets per Unit due to the valuation methodology previously used in determining fair values. An explanation of these differences can be found in the notes to the financial statements.

Series A	2017 YTD	2016	2015	2014	2013	2012
Net assets attributable to holders of redeemable units - per unit, beginning of year ⁽¹⁾	\$41.67	\$32.91	\$39.35	\$39.47	\$33.15	\$29.88
Increase (decrease) from operations:						
Total revenue	0.44	1.20	1.08	1.07	0.92	0.86
Total expenses	-	-	-	-	-	-
Realized gains (losses) for the year	0.44	0.09	0.64	3.64	1.71	0.58
Unrealized gains (losses) for the year	(0.87)	8.76	(6.44)	(1.26)	5.57	3.19
Total increase (decrease) from operations ⁽¹⁾	0.01	10.05	(4.76)	3.45	8.20	4.63
Distributions:						
From income (excluding dividends)	-	-	(0.01)	-	(0.01)	(0.01)
From dividends	(0.44)	(0.98)	(1.06)	(1.10)	(0.91)	(0.85)
From capital gains	-	-	(0.82)	(2.54)	(0.91)	(0.49)
Return of capital	-	-	-	-	-	-
Total Annual Distributions ⁽²⁾	(0.44)	(0.98)	(1.89)	(3.64)	(1.83)	(1.35)
Net assets attributable to holders of redeemable units - per unit, end of year ⁽¹⁾	\$41.25	\$41.67	\$32.91	\$39.35	\$39.47	\$33.07
Series B	2017 YTD	2016	2015	2014	2013	2012
Net assets attributable to holders of redeemable units - per unit, beginning of year ⁽¹⁾	\$45.94	\$36.76	\$43.55	\$43.14	\$35.78	\$31.74
Increase (decrease) from operations:						
Total revenue	0.51	1.25	1.12	1.21	0.97	0.89
Total expenses	(0.30)	(0.61)	(0.51)	(0.58)	(0.49)	(0.53)
Realized gains (losses) for the year	0.52	0.10	0.67	4.10	1.81	0.60
Unrealized gains (losses) for the year	(1.02)	9.12	(6.72)	(1.42)	5.88	3.30
Total increase (decrease) from operations ⁽¹⁾	(0.29)	9.86	(5.44)	3.31	8.17	4.26
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends	(0.14)	(0.65)	(0.35)	(0.34)	(0.38)	(0.26)
From capital gains	-	-	(0.78)	(2.42)	(0.47)	(0.09)
Return of capital	-	(0.67)	-	-	-	-
Total Annual Distributions ⁽²⁾	(0.14)	(1.32)	(1.13)	(2.76)	(0.85)	(0.35)
Net assets attributable to holders of redeemable units - per unit, end of year ⁽¹⁾	\$45.47	\$45.94	\$36.76	\$43.55	\$43.14	\$35.70

(1) Net assets attributable to holders of redeemable units and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

(2) Distributions are reinvested in additional units of the Fund or paid in cash.

Financial Highlights (cont.)

Ratios and Supplemental Data

Series A	June 30, 2017	2016	2015	2014	2013	2012
Total net assets attributable to holders of redeemable units - (\$000s) ⁽¹⁾	2,556,686	2,534,482	1,989,747	1,990,341	1,791,587	1,369,114
Number of units outstanding (000s) ⁽¹⁾	61,977	60,818	60,454	50,583	45,395	41,299
Management expense ratio(%) ⁽²⁾	-	-	-	-	-	-
Management expense ratio before waivers or absorptions (%)	-	-	-	-	-	-
Trading expense ratio (%) ⁽³⁾	0.02	0.06	0.07	0.07	0.07	0.09
Portfolio turnover rate (%) ⁽⁴⁾	19.04	29.92	27.64	37.07	27.52	38.61
Net assets attributable to holders of redeemable units per unit (\$)	41.25	41.67	32.91	39.35	39.47	33.15

Series B	June 30, 2017	2016	2015	2014	2013	2012
Total net assets attributable to holders of redeemable units - (\$000s) ⁽¹⁾	132,629	131,928	114,474	140,724	130,114	115,223
Number of units outstanding (000s) ⁽¹⁾	2,917	2,872	3,114	3,232	3,016	3,220
Management expense ratio(%) ⁽²⁾	1.49	1.49	1.49	1.49	1.49	1.56
Management expense ratio before waivers or absorptions (%)	1.49	1.49	1.49	1.49	1.49	1.56
Trading expense ratio (%) ⁽³⁾	0.02	0.06	0.07	0.07	0.07	0.09
Portfolio turnover rate (%) ⁽⁴⁾	19.04	29.92	27.64	37.07	27.52	38.61
Net assets attributable to holders of redeemable units per unit (\$)	45.47	45.94	36.76	43.55	43.14	35.78

(1) This information is provided as at December 31 of the year shown; unless noted otherwise.

(2) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of the 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 daily average net asset value during the period.

(4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, 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 a fund.

Past Performance

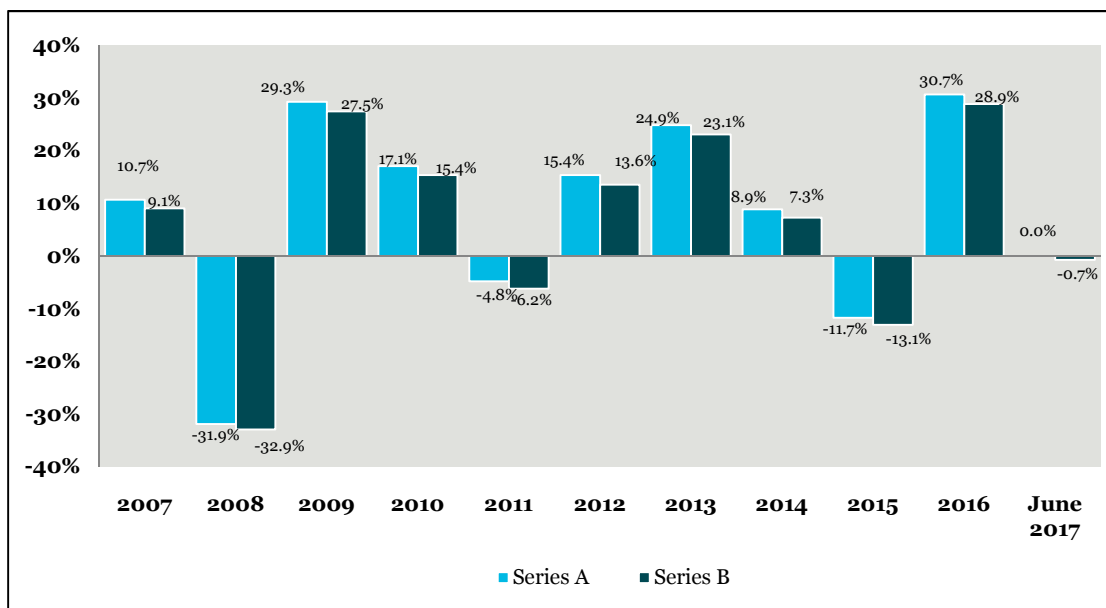
General

The Fund's performance assumes all distributions made by the Fund in the years shown were reinvested in units of the Fund and is based on net asset value per unit. If you hold the Fund outside a Registered Plan, you will be taxed on these distributions.

The performance information does not take into account sales charges, other charges or taxes that, if applicable, would have reduced returns or performance; but includes management fees and other expenses borne directly by the Fund. Past performance does not necessarily indicate how the Fund may perform in the future.

Year-by-Year Returns

The following bar chart shows the Fund's historical return, which changes each year and illustrates how the Fund's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each year.



Summary of Investment Portfolio

As at June 30, 2017

Top 25 Positions

Issuer	% of Net Asset Value
Royal Bank of Canada	7.2%
Bank of Nova Scotia	6.4%
Toronto Dominion Bank	6.3%
Canadian National Railway Co.	6.0%
Brookfield Infrastructure Partners LP	5.8%
Saputo Inc.	5.1%
Toromont Industries Ltd.	4.6%
Manulife Financial Corp.	4.1%
Open Text Corp.	3.9%
Brookfield Asset Management Inc	3.6%
Canadian Imperial Bank of Commerce	3.6%
Tourmaline Oil Corp.	3.4%
Waste Connections Inc	3.0%
Constellation Software Inc.	3.0%
Finning International Inc.	2.9%
Canadian Tire Corp. Ltd. Class A	2.8%
CI Financial Corp.	2.8%
Stantec Inc.	2.6%
Canadian Natural Resources	2.3%
Bank of Montreal	2.0%
First Quantum Minerals Ltd.	2.0%
Mullen Group Ltd.	1.9%
BRP Inc.	1.9%
Seven Generations Energy Ltd.	1.8%
Cameco Corp.	1.6%

Portfolio Allocation

Portfolio Breakdown	% of Net Asset Value
Financials	38.3%
Industrials	19.1%
Energy	14.8%
Information Technology	7.1%
Utilities	6.8%
Consumer Discretionary	5.1%
Consumer Staples	5.1%
Materials	2.5%
Real Estate	0.7%
Cash & Other Net Assets	0.5%

The Fund held no short positions as at June 30, 2017.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund and a quarterly update is available at www.leithwheeler.com.