

Leith Wheeler High Yield Bond Fund

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE
June 30, 2016



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

The Fund's objective is to provide investors with a high level of income and the opportunity for capital appreciation. The Fund will invest primarily in fixed income securities issues by U.S., Canadian and other international corporations. The Fund is available in a hedged and unhedged series. For investors seeking exposure to U.S. currency with exposure to fluctuations between the U.S. and Canadian dollars, an unhedged version is available. For investors seeking exposure to the assets of the funds denominated or exposed to the U.S. currency, but wishing to reduce exposure to fluctuations between the Canadian and U.S. dollars, a Canadian dollar hedged version is available.

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 29.2% in the first half of 2016, rising to \$28.3 million from \$21.9 million at the end of 2015. Of this change, \$1.2 million was attributable to investment losses and \$5.2 million to net inflows.

Fixed income investments overall performed well in the first half of 2016. As with the equity markets, however, the High Yield bond market began the year with a high level of volatility but recovered and ended the first half of the year in positive territory. Once again, currency had a big impact in the performance of the unhedged series compared to the CAD hedged series of the Fund. The Unhedged version of the High Yield Bond Fund lagged the hedged version in the first half of 2016 as the Canadian dollar strengthened against the U.S. dollar. Series A units of the unhedged High Yield Bond Fund declined by 1.7% while the hedged series advanced by 4.3% in the first six months of 2016. The unhedged units of Series B returned -2.2% and Series F declined by 2.1%, both after fees and expenses. The CAD hedged version saw Series B units return 3.9% and Series F units advance by 4.0%, both after fees and expenses over the same time period.

We began the year with the High Yield Bond Fund positioned defensively, having a lower exposure to commodities in general, and to energy stocks in particular, than the market. Throughout the first half of 2016, the default rate in the energy and mining sectors increased along with the number of issuers that became "fallen angels" (had their credit rating reduced below investment grade). Default rates among companies outside of the energy and mining sectors, however, have remained modest, with a slight increase in leverage, while margins and interest coverage look stable to positive. We feel High Yield defaults are fairly manageable as rates for the non-commodity sectors are expected to remain at post-crisis lows. Corporate balance sheets are still in relatively good shape.

The High Yield Bond Fund is focused on high quality issues and is a concentrated, liquid portfolio of 44 names across various sectors. Valuations still appear attractive in the Fund. Despite the U.S. economy showing signs of avoiding a recession, High Yield credit is trading at recessionary levels, making it a more attractive asset class.

Macro concerns persist, however, including the impact of Brexit, slowing growth in China and uncertainty around oil. Credit spreads (the difference in yield between a corporate and government bond) outside the commodity sectors are pricing in higher levels of defaults than we expect to see over the next year.

In this environment, we continue to focus on allocating assets to the best risk-adjusted investments in high yield fixed income. We continue to look for opportunities to add high quality assets at attractive prices to the High Yield Bond Fund.

Recent Developments

There has been no change in the Bank of Canada rate since the end of June 2016.

Management Discussion of Fund Performance (cont.)

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. As at June 30, 2016 the Leith Wheeler Income Advantage Fund, Leith Wheeler Corporate Advantage Fund and Leith Wheeler Core Plus Bond Fund owns 430,660; 371,622 and 4,344 Series A (CAD Hedged) units of the Fund, respectively, which are both under common management. Combined, the holdings represent 27.4% of this 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/ Series B (CAD Hedged) and Series F/ Series (CAD Hedged) units of the Fund are 0.80% and 0.65%, respectively. During the year, the Fund paid the Manager \$453 and \$5,103 for Series B and Series B (CAD Hedged); and \$696 and \$9,005 for Series F and Series F (CAD Hedged) (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 (inception May 27, 2015)	2016 YTD	2015	2014	2013	2012	2011
Net assets attributable to holders of redeemable units - per unit, beginning of period ^{(1) (3)}	\$9.99	\$10.00	n/a	n/a	n/a	n/a
Increase (decrease) from operations:						
Total revenue	(0.04)	1.11	n/a	n/a	n/a	n/a
Total expenses	-	-	n/a	n/a	n/a	n/a
Realized gains (losses) for the year	(0.02)	0.38	n/a	n/a	n/a	n/a
Unrealized gains (losses) for the year	0.01	1.53	n/a	n/a	n/a	n/a
Total increase (decrease) from operations ⁽¹⁾	(0.05)	0.80	n/a	n/a	n/a	n/a
Distributions:						
From income (excluding dividends)	(0.30)	-	n/a	n/a	n/a	n/a
From dividends	-	-	n/a	n/a	n/a	n/a
From capital gains	-	(0.69)	n/a	n/a	n/a	n/a
Return of capital	-	-	n/a	n/a	n/a	n/a
Total Annual Distributions ⁽²⁾	(0.30)	(0.69)	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units - per unit, end of year ⁽¹⁾	\$9.51	\$9.99	n/a	n/a	n/a	n/a

Series A (CAD Hedged) (inception May 27, 2015)	2016 YTD	2015	2014	2013	2012	2011
Net assets attributable to holders of redeemable units - per unit, beginning of period ^{(1) (3)}	\$9.47	\$10.00	n/a	n/a	n/a	n/a
Increase (decrease) from operations:						
Total revenue	0.30	0.38	n/a	n/a	n/a	n/a
Total expenses	-	-	n/a	n/a	n/a	n/a
Realized gains (losses) for the year	0.20	(0.13)	n/a	n/a	n/a	n/a
Unrealized gains (losses) for the year	(0.05)	(0.52)	n/a	n/a	n/a	n/a
Total increase (decrease) from operations ⁽¹⁾	0.45	(0.27)	n/a	n/a	n/a	n/a
Distributions:						
From income (excluding dividends)	(0.25)	-	n/a	n/a	n/a	n/a
From dividends	-	-	n/a	n/a	n/a	n/a
From capital gains	-	-	n/a	n/a	n/a	n/a
Return of capital	-	(0.22)	n/a	n/a	n/a	n/a
Total Annual Distributions ⁽²⁾	(0.25)	(0.22)	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units - per unit, end of year ⁽¹⁾	\$9.61	\$9.47	n/a	n/a	n/a	n/a

Financial Highlights (cont.)

The Fund's Net Assets Attributable to Holders of Redeemable Units per Unit (cont.)

Series B (inception May 27, 2015)	2016 YTD	2015	2014	2013	2012	2011
Net assets attributable to holders of redeemable units - per unit, beginning of period ^{(1) (3)}	\$10.06	\$10.00	n/a	n/a	n/a	n/a
Increase (decrease) from operations:						
Total revenue	(0.05)	(0.87)	n/a	n/a	n/a	n/a
Total expenses	(0.04)	0.11	n/a	n/a	n/a	n/a
Realized gains (losses) for the year	(0.04)	0.30	n/a	n/a	n/a	n/a
Unrealized gains (losses) for the year	0.01	1.20	n/a	n/a	n/a	n/a
Total increase (decrease) from operations ⁽¹⁾	(0.12)	0.74	n/a	n/a	n/a	n/a
Distributions:						
From income (excluding dividends)	(0.23)	-	n/a	n/a	n/a	n/a
From dividends	-	-	n/a	n/a	n/a	n/a
From capital gains	-	(0.57)	n/a	n/a	n/a	n/a
Return of capital	-	-	n/a	n/a	n/a	n/a
Total Annual Distributions ⁽²⁾	(0.23)	(0.57)	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units - per unit, end of year ⁽¹⁾	\$9.61	\$10.06	n/a	n/a	n/a	n/a

Series B (CAD Hedged) (inception May 27, 2015)	2016 YTD	2015	2014	2013	2012	2011
Net assets attributable to holders of redeemable units - per unit, beginning of period ^{(1) (3)}	\$9.32	\$10.00	n/a	n/a	n/a	n/a
Increase (decrease) from operations:						
Total revenue	0.35	0.49	n/a	n/a	n/a	n/a
Total expenses	(0.04)	(0.06)	n/a	n/a	n/a	n/a
Realized gains (losses) for the year	0.23	(0.17)	n/a	n/a	n/a	n/a
Unrealized gains (losses) for the year	(0.06)	(0.68)	n/a	n/a	n/a	n/a
Total increase (decrease) from operations ⁽¹⁾	0.48	(0.42)	n/a	n/a	n/a	n/a
Distributions:						
From income (excluding dividends)	(0.26)	-	n/a	n/a	n/a	n/a
From dividends	-	-	n/a	n/a	n/a	n/a
From capital gains	-	(0.25)	n/a	n/a	n/a	n/a
Return of capital	-	-	n/a	n/a	n/a	n/a
Total Annual Distributions ⁽²⁾	(0.26)	(0.25)	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units - per unit, end of year ⁽¹⁾	\$9.62	\$9.32	n/a	n/a	n/a	n/a

Financial Highlights (cont.)

The Fund's Net Assets Attributable to Holders of Redeemable Units per Unit (cont.)

Series F (inception September 10, 2015)	2016 YTD	2015	2014	2013	2012	2011
Net assets attributable to holders of redeemable units - per unit, beginning of period ^{(1) (4)}	\$10.04	\$10.32	n/a	n/a	n/a	n/a
Increase (decrease) from operations:						
Total revenue	(0.16)	(0.38)	n/a	n/a	n/a	n/a
Total expenses	(0.03)	-	n/a	n/a	n/a	n/a
Realized gains (losses) for the year	(0.10)	0.13	n/a	n/a	n/a	n/a
Unrealized gains (losses) for the year	0.03	0.53	n/a	n/a	n/a	n/a
Total increase (decrease) from operations ⁽¹⁾	(0.26)	0.28	n/a	n/a	n/a	n/a
Distributions:						
From income (excluding dividends)	(0.23)	-	n/a	n/a	n/a	n/a
From dividends	-	-	n/a	n/a	n/a	n/a
From capital gains	-	(0.50)	n/a	n/a	n/a	n/a
Return of capital	-	-	n/a	n/a	n/a	n/a
Total Annual Distributions ⁽²⁾	(0.23)	(0.50)	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units - per unit, end of year ⁽¹⁾	\$9.42	\$10.04	n/a	n/a	n/a	n/a
Series F (CAD Hedged) (inception September 10, 2015)	2016 YTD	2015	2014	2013	2012	2011
Net assets attributable to holders of redeemable units - per unit, beginning of period ^{(1) (4)}	\$9.01	\$9.71	n/a	n/a	n/a	n/a
Increase (decrease) from operations:						
Total revenue	0.29	0.52	n/a	n/a	n/a	n/a
Total expenses	(0.03)	(0.01)	n/a	n/a	n/a	n/a
Realized gains (losses) for the year	0.19	(0.18)	n/a	n/a	n/a	n/a
Unrealized gains (losses) for the year	(0.05)	(0.71)	n/a	n/a	n/a	n/a
Total increase (decrease) from operations ⁽¹⁾	0.40	(0.38)	n/a	n/a	n/a	n/a
Distributions:						
From income (excluding dividends)	(0.27)	-	n/a	n/a	n/a	n/a
From dividends	-	-	n/a	n/a	n/a	n/a
From capital gains	-	(0.55)	n/a	n/a	n/a	n/a
Return of capital	-	-	n/a	n/a	n/a	n/a
Total Annual Distributions ⁽²⁾	(0.27)	(0.55)	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units - per unit, end of year ⁽¹⁾	\$9.10	\$9.01	n/a	n/a	n/a	n/a

(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.

(3) From May 27, 2015, inception date of the Fund.

(4) From September 10, 2015, inception date of Series F and Series F (CAD Hedged) units of the Fund. Series F and Series F initial net asset value per unit offering commenced at the closing net asset value per unit of Series B and Series B (CAD Hedged) on September 10, 2015 of \$10.32 and \$9.71 respectively.

Financial Highlights (cont.)

Ratios and Supplemental Data

Series A (inception May 27, 2015)	June 30, 2016	2015	2014	2013	2012	2011
Total net assets attributable to holders of redeemable units - (\$000s) ⁽¹⁾	2,274	1,318	n/a	n/a	n/a	n/a
Number of units outstanding (000s) ⁽¹⁾	239	132	n/a	n/a	n/a	n/a
Management expense ratio(%) ⁽²⁾	-	-	n/a	n/a	n/a	n/a
Management expense ratio before waivers or absorptions (%)	0.12	0.24	n/a	n/a	n/a	n/a
Trading expense ratio (%) ⁽³⁾	0.01	0.03	n/a	n/a	n/a	n/a
Portfolio turnover rate (%) ⁽⁴⁾	391.70	261.31	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units per unit (\$)	9.51	9.99	n/a	n/a	n/a	n/a

Series A (Hedged) (inception May 27, 2015)	June 30, 2016	2015	2014	2013	2012	2011
Total net assets attributable to holders of redeemable units - (\$000s) ⁽¹⁾	20,328	17,129	n/a	n/a	n/a	n/a
Number of units outstanding (000s) ⁽¹⁾	2,113	1,809	n/a	n/a	n/a	n/a
Management expense ratio(%) ⁽²⁾	-	-	n/a	n/a	n/a	n/a
Management expense ratio before waivers or absorptions (%)	0.12	0.24	n/a	n/a	n/a	n/a
Trading expense ratio (%) ⁽³⁾	0.01	0.03	n/a	n/a	n/a	n/a
Portfolio turnover rate (%) ⁽⁴⁾	391.70	261.31	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units per unit (\$)	9.61	9.47	n/a	n/a	n/a	n/a

Series B (inception May 27, 2015)	June 30, 2016	2015	2014	2013	2012	2011
Total net assets attributable to holders of redeemable units - (\$000s) ⁽¹⁾	123	97	n/a	n/a	n/a	n/a
Number of units outstanding (000s) ⁽¹⁾	13	10	n/a	n/a	n/a	n/a
Management expense ratio(%) ⁽²⁾	0.84	0.84	n/a	n/a	n/a	n/a
Management expense ratio before waivers or absorptions (%)	0.95	1.08	n/a	n/a	n/a	n/a
Trading expense ratio (%) ⁽³⁾	0.01	0.03	n/a	n/a	n/a	n/a
Portfolio turnover rate (%) ⁽⁴⁾	391.70	261.31	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units per unit (\$)	9.61	10.06	n/a	n/a	n/a	n/a

Series B (Hedged) (inception May 27, 2015)	June 30, 2016	2015	2014	2013	2012	2011
Total net assets attributable to holders of redeemable units - (\$000s) ⁽¹⁾	1,628	1,087	n/a	n/a	n/a	n/a
Number of units outstanding (000s) ⁽¹⁾	173	117	n/a	n/a	n/a	n/a
Management expense ratio(%) ⁽²⁾	0.84	0.84	n/a	n/a	n/a	n/a
Management expense ratio before waivers or absorptions (%)	0.94	1.08	n/a	n/a	n/a	n/a
Trading expense ratio (%) ⁽³⁾	0.01	0.03	n/a	n/a	n/a	n/a
Portfolio turnover rate (%) ⁽⁴⁾	391.70	261.31	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units per unit (\$)	9.62	9.32	n/a	n/a	n/a	n/a

Financial Highlights (cont.)

Ratios and Supplemental Data (cont.)

Series F (inception September 10, 2015)	June 30, 2016	2015	2014	2013	2012	2011
Total net assets attributable to holders of redeemable units - (\$000s) ⁽¹⁾	221	180	n/a	n/a	n/a	n/a
Number of units outstanding (000s) ⁽¹⁾	23	18	n/a	n/a	n/a	n/a
Management expense ratio(%) ⁽²⁾	0.68	0.68	n/a	n/a	n/a	n/a
Management expense ratio before waivers or absorptions (%)	0.80	0.92	n/a	n/a	n/a	n/a
Trading expense ratio (%) ⁽³⁾	0.01	0.03	n/a	n/a	n/a	n/a
Portfolio turnover rate (%) ⁽⁴⁾	391.70	261.31	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units per unit (\$)	9.42	10.04	n/a	n/a	n/a	n/a

Series F (CAD Hedged) (inception September 10, 2015)	June 30, 2016	2015	2014	2013	2012	2011
Total net assets attributable to holders of redeemable units - (\$000s) ⁽¹⁾	3,776	2,080	n/a	n/a	n/a	n/a
Number of units outstanding (000s) ⁽¹⁾	415	231	n/a	n/a	n/a	n/a
Management expense ratio(%) ⁽²⁾	0.68	0.68	n/a	n/a	n/a	n/a
Management expense ratio before waivers or absorptions (%)	0.79	0.92	n/a	n/a	n/a	n/a
Trading expense ratio (%) ⁽³⁾	0.01	0.03	n/a	n/a	n/a	n/a
Portfolio turnover rate (%) ⁽⁴⁾	391.70	261.31	n/a	n/a	n/a	n/a
Net assets attributable to holders of redeemable units per unit (\$)	9.10	9.01	n/a	n/a	n/a	n/a

(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

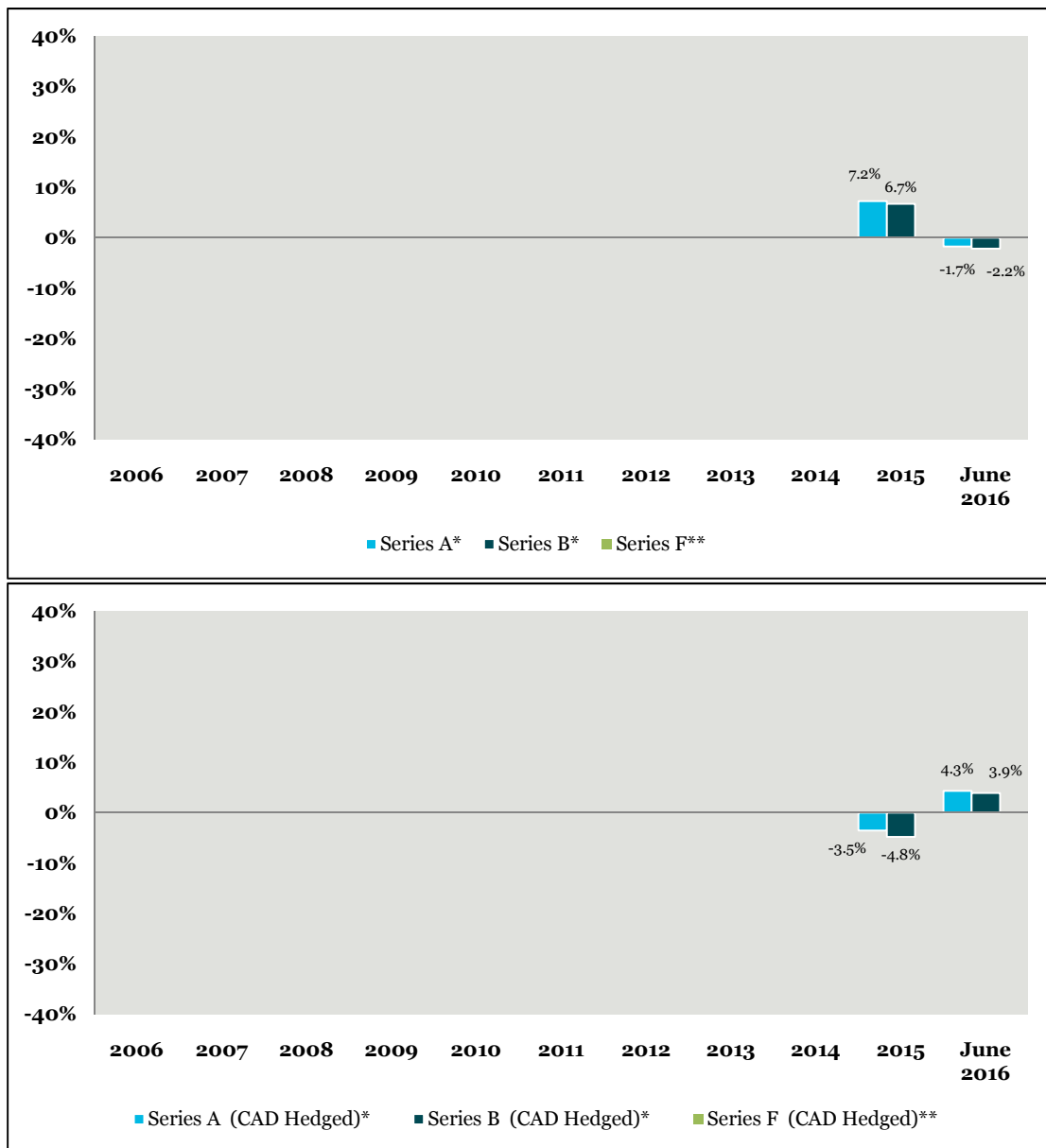
General

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.



* Return from May 27, 2015 to December 31, 2015, not annualized. Series A and Series B units were created May 27, 2015.

** Series F units were created on September 10, 2015. Investment Performance in respect of Series F will not be available until such units have been offered under a simplified prospectus for at least 12 consecutive months.

Summary of Investment Portfolio

As at June 30, 2016

Top 25 Positions

Issuer	% of Net Asset Value
Seagate HDD Cayman 4.75% June 01, 2023	4.7%
Frontier Communications 11% September 15, 2025	4.4%
AERCAP Ireland CAP Ltd 4.25% July 01, 2020	4.1%
Newell Brands Inc 5% November 15, 2023	3.9%
Iron Mountain Canada Operations ULC 6.125% August 15, 2021	3.9%
Select Medical Corp 6.375% June 01, 2021	3.5%
Videotron Ltd. 6.875% July 15, 2021	3.3%
DS Services of America Inc. 10% September 1, 2021	3.4%
Tenet Healthcare Corp 4.152% June 15, 2020	3.2%
Enersys 5% April 30, 2023	3.0%
ESH Hospitality Inc 5.25% May 01, 2025	2.9%
M/I Homes Inc 6.75% January 15, 2021	2.8%
GFL Environmental Inc. 7.5% June 18, 2018	2.7%
DigitalGlobe Inc. 5.25% February 1, 2021	2.7%
Air Canada 7.625% October 01, 2019	2.4%
Supervalu Inc 7.75% November 15, 2022	2.4%
Hertz Corp 6.75% April 15, 2019	2.4%
Geo Group Inc 6% April 15, 2026	2.3%
First Data Corporation 5% January 15, 2024	2.4%
Ardagh Pkg Fin/Hldgs USA 3.876% May 15, 2021	2.3%
Felcor Lodging LP 5.625% March 01, 2023	2.3%
US Concrete Inc 6.375% June 01, 2024	2.3%
Gamestop Corp 6.75% March 15, 2021	2.3%
Gamestop Corp 5.5% October 01, 2019	2.3%
PNK Entertainment Inc 5.625% May 01, 2024	2.3%

The Fund held no short positions as at June 30, 2016.

Portfolio Allocation

Portfolio Breakdown	% of Net Asset Value
Bonds	100.2%
Cash & Other Net Assets	-0.2%

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