



# MANAGEMENT REPORT OF FUND PERFORMANCE

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## NORREP PREMIUM GROWTH CLASS

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This interim management report of fund performance contains financial highlights but does not contain the interim financial statements of the investment Fund. You can get a copy of the Fund's financial statements at your request, and at no cost, by calling toll free (877) 531-9355, by writing us at 1850, 333-7<sup>th</sup> Avenue SW Calgary, Alberta T2P 2Z1 or by visiting our website at [www.norrep.com](http://www.norrep.com) or SEDAR at [www.sedar.com](http://www.sedar.com).

Security holders 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.

### RESULTS OF OPERATIONS

The Norrep Premium Growth Class returned -1.7% over the six month period ended April 30, 2018, after all fees and expenses. Over the same period, the Fund's blended benchmark returned 0.7%. The benchmark weightings are 40% S&P/TSX Composite Total Return Index, 25% MSCI World Index, 20% S&P/TSX Capped Energy Total Return Index and 15% FTSE TMX Universe Bond Index.

The performance of the Fund relative to the benchmark during the period was hurt primarily by the relative performance of the Norrep Global Income Growth Class, Norrep Core Global, and Norrep Tactical Opportunities Class portfolios. Due to Norrep Global Income Growth Class's emphasis on higher dividend paying equities, and Norrep Core Global's emphasis on high quality lower volatility global equities, these funds underperformed over the period, primarily due to rising interest rates and rising inflation expectations. Norrep Tactical Opportunities Class also underperformed over the period.

Offsetting some, but not all of this weakness was an overweight in global equities and an underweight in Canadian equities vs. the benchmark.

There were no significant asset mix changes during the period. As of April 30, 2018, the Fund held 22.3% of its assets in Norrep Global Income Growth Class, 18.7% of its assets in Norrep Core Global, 28.7% in Norrep Income Growth Class, 15.7% in Norrep Tactical Opportunities Class, 5.7% in Norrep Energy Plus Class, 8.3% in Norrep Entrepreneurs Class, with the balance in cash.

For a more detailed discussion on each of the six portfolios the Fund was invested in as of April 30, 2018, please see their respective financial statements and MRFPs.

For the six months ended April 30, 2018, the Fund earned dividend income amounting to \$109,341. The change in unrealized depreciation in current value of investments was a decrease of \$171,720. The realized gain on investments was \$13,628. Management fees of \$50,027 were paid to Norrep Capital Management Ltd. General and administrative costs of \$45,791, related to the operation of the Fund, were also incurred. As a result of the above, the decrease in net assets attributable to holders of redeemable shares was \$144,569. Net assets attributable to holders of redeemable shares at the beginning of the period were \$7,921,194. Proceeds from the sale of redeemable shares were \$573,948; reinvestment of dividends was \$116,905 and redemptions of redeemable shares were \$1,677,934. Dividends declared to holders of redeemable shares were \$141,675. By April 30, 2018, the Fund had net assets attributable to holders of redeemable shares of \$6,647,869.

## RECENT DEVELOPMENTS

Effective November 1, 2017, the Fund adopted IFRS 9 Financial Instruments. The new standard requires assets to be carried at amortized cost or fair value, with changes in fair value recognized in profit and loss (FVTPL) or fair value through other comprehensive income (FVOCI) based on the entity's business model for managing financial assets and the contractual cash flow characteristics of the financial assets.

Assessment and decision on the business model approach used is an accounting judgement.

Upon transition to IFRS 9, the Fund's financial assets and financial liabilities that were classified as fair value through profit and loss (FVTPL) under IAS 39 continued to be categorized as fair value through profit and loss. There were no changes in the measurement attributes for any of the financial assets and financial liabilities upon transition to IFRS 9.

Under IFRS 9, derivatives are classified as FVTPL like other financial assets and liabilities, so there is no requirement to present separately the different component amounts on the Statement of Comprehensive Income as they fall within the same classification; this is a change from the requirement under IAS 39 where derivatives were classified as Held for Trading.

However, Canadian Security Administrators ("CSA") regulatory requirements under NI 81-106 prescribe the individual line items that are required to be disclosed which includes separate disclosure for derivatives.

## RELATED PARTY TRANSACTIONS

Management fees of \$50,027 were paid to Norrep Capital Management Ltd. ("Norrep"), the Fund's Manager and Portfolio Manager. Management fees are 2% for the Series A, 0.8% for the Series F, 1.55% for the MG Series of the net asset value of each series, calculated and paid monthly. Z Series has an annual flat management fee of \$1,000 per account.

## FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund's Series A shares and are intended to help you understand the Fund's historical financial performance. This information is derived from the Fund's audited annual financial statements and unaudited interim financial statements.

<b>Net asset value (NAV) per share – Series A<sup>(1)</sup></b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014<sup>(4)</sup></b>
Net asset value, beginning of period	\$16.02	\$15.40	\$15.43	\$ 17.22	\$ 17.97
Increase (decrease) from operations:					
Total revenue	0.23	0.37	0.55	0.54	0.36
Total expenses	(0.25)	(0.47)	(0.51)	(0.47)	(0.46)
Realized gains (losses) for the period	0.03	0.12	(0.84)	(0.18)	2.04
Unrealized gains (losses) for the period	(0.42)	1.25	1.15	(0.90)	(1.52)
<b>Total increase (decrease) from operations</b>	<b>(0.41)</b>	<b>1.27</b>	<b>0.35</b>	<b>(1.01)</b>	<b>0.42</b>
Distributions <sup>(2)</sup> :					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.32)	(0.63)	(0.61)	(0.66)	(0.55)
From capital gains	-	-	-	-	(0.80)
<b>Total distributions</b>	<b>(0.32)</b>	<b>(0.63)</b>	<b>(0.61)</b>	<b>(0.66)</b>	<b>(1.35)</b>
Net asset value, end of period <sup>(3)</sup>	\$ 15.32	\$ 16.02	\$ 15.40	\$ 15.43	\$ 17.22

(1) This information is provided as at April 30, 2018 and October 31 for the periods presented and is in accordance with International Financial Reporting Standards.

(2) Dividends are reinvested in additional shares or paid in cash when requested.

(3) Net asset value and distributions are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of shares outstanding over the financial period. Due to the different methods of calculating individual components of the table, the sum of the individual components will not necessarily equal the ending net asset value.

(4) The Series A commenced operations on January 22, 2014.

<b>Ratios and Supplemental Data – Series A<sup>(1)</sup></b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014<sup>(5)</sup></b>
Net Assets (\$ 000s)	1,460	2,089	2,507	4,182	6,319
Number of shares outstanding	95,256	130,440	162,783	271,096	367,035
Management expense ratio (MER) <sup>(2)</sup>	3.69%	3.46%	3.75%	3.75%	5.01%
MER before waivers or absorptions <sup>(2)</sup>	3.69%	3.46%	3.79%	3.75%	5.22%
Portfolio turnover rate <sup>(3)</sup>	5.95%	3.27%	17.79%	62.41%	82.27%
Trading expense ratio <sup>(4)</sup>	0.17%	0.18%	0.30%	0.28%	0.45%

(1) This information is provided as at April 30, 2018 and October 31 for the periods presented and is in accordance with International Financial Reporting Standards.

(2) Management expense ratio (MER) is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value of the period.

(3) The Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Manager 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 a period. The higher the Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and performance of the Fund.

(4) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

(5) The Series A commenced operations on January 22, 2014.

## FINANCIAL HIGHLIGHTS (continued)

The following tables show selected key financial information about the Fund's Series F shares and are intended to help you understand the Fund's historical financial performance. This information is derived from the Fund's audited annual financial statements and unaudited interim financial statement

<b>Net asset value (NAV) per share – Series F<sup>(1)</sup></b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014<sup>(4)</sup></b>
Net asset value, beginning of period	\$16.85	\$15.99	\$15.82	\$17.39	\$17.97
Increase (decrease) from operations:					
Total revenue	0.24	0.39	0.56	0.54	0.36
Total expenses	(0.17)	(0.28)	(0.29)	(0.28)	(0.29)
Realized gains (losses) for the period	0.03	0.12	(0.95)	(0.18)	2.04
Unrealized gains (losses) for the period	(0.37)	1.26	1.13	(0.90)	(1.52)
<b>Total increase (decrease) from operations</b>	<b>(0.27)</b>	<b>1.49</b>	<b>0.45</b>	<b>(0.82)</b>	<b>0.59</b>
Distributions <sup>(2)</sup> :					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.33)	(0.66)	(0.63)	(0.67)	(0.55)
From capital gains	-	-	-	-	(0.81)
<b>Total distributions</b>	<b>(0.33)</b>	<b>(0.66)</b>	<b>(0.63)</b>	<b>(0.67)</b>	<b>(1.36)</b>
<b>Net asset value, end of period<sup>(3)</sup></b>	<b>\$16.23</b>	<b>\$16.85</b>	<b>\$15.99</b>	<b>\$15.82</b>	<b>\$17.39</b>

(1) This information is provided as at April 30, 2018 and October 31 for the periods presented and is in accordance with International Financial Reporting Standards.

(2) Dividends are reinvested in additional shares or paid in cash when requested.

(3) Net asset value and distributions are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of shares outstanding over the financial period. Due to the different methods of calculating individual components of the table, the sum of the individual components will not necessarily equal the ending net asset value.

(4) The Series F commenced operations on January 22, 2014.

<b>Ratios and Supplemental Data – Series F<sup>(1)</sup></b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014<sup>(5)</sup></b>
Net Assets (\$ 000s)	917	1,087	1,375	4,228	2,704
Number of shares outstanding	56,491	64,520	85,951	267,320	155,460
Management expense ratio (MER) <sup>(2)</sup>	2.35%	2.14%	2.44%	2.43%	3.73%
MER before waivers or absorptions <sup>(2)</sup>	2.35%	2.14%	2.48%	2.43%	3.94%
Portfolio turnover rate <sup>(3)</sup>	5.95%	3.27%	17.79%	62.41%	82.27%
Trading expense ratio <sup>(4)</sup>	0.17%	0.18%	0.30%	0.28%	0.45%

(1) This information is provided as at April 30, 2018 and October 31 for the periods presented and is in accordance with International Financial Reporting Standards.

(2) Management expense ratio (MER) is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value of the period.

(3) The Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Manager 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 a period. The higher the Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and performance of the Fund.

(4) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period

(5) The Series F commenced operations on January 22, 2014.

## FINANCIAL HIGHLIGHTS (continued)

The following tables show selected key financial information about the Fund's MG Series shares and are intended to help you understand the Fund's historical financial performance. This information is derived from the Fund's audited annual financial statements and unaudited interim financial statement

<b>Net asset value (NAV) per share – MG Series<sup>(1)</sup></b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Net asset value, beginning of period	\$16.38	\$15.66	\$15.60	\$17.29	\$16.97
Increase (decrease) from operations:					
Total revenue	0.24	0.39	0.56	0.54	0.36
Total expenses	(0.21)	(0.38)	(0.37)	(0.41)	(0.46)
Realized gains (losses) for the period	0.03	0.12	(0.78)	(0.18)	2.04
Unrealized gains (losses) for the period	(0.37)	1.24	1.22	(0.90)	(1.52)
<b>Total increase (decrease) from operations</b>	<b>(0.31)</b>	<b>1.37</b>	<b>0.63</b>	<b>(0.95)</b>	<b>0.42</b>
Distributions <sup>(2)</sup> :					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.32)	(0.64)	(0.62)	(0.66)	(0.54)
From capital gains	-	-	-	-	(0.82)
<b>Total distributions</b>	<b>(0.32)</b>	<b>(0.64)</b>	<b>(0.62)</b>	<b>(0.66)</b>	<b>(1.36)</b>
<b>Net asset value, end of period<sup>(3)</sup></b>	<b>\$15.72</b>	<b>\$16.38</b>	<b>\$15.66</b>	<b>\$15.60</b>	<b>\$17.29</b>

(1) This information is provided as at April 30, 2018 and October 31 for the periods presented. The information is in accordance with International Financial Reporting Standards. The opening net asset values for 2015 and 2014 are restated in accordance with International Financial Reporting Standards.

(2) Distributions, if any, are reinvested in additional shares or paid in cash when requested.

(3) Net asset value and distributions are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of shares outstanding over the financial period. Due to the different methods of calculating individual components of the table, the sum of the individual components will not necessarily equal the ending net asset value

<b>Ratios and Supplemental Data – MG Series<sup>(1)</sup></b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Net Assets (\$ 000s)	3,873	4,745	5,696	6,809	8,415
Number of shares outstanding	246,423	289,699	363,710	436,541	486,558
Management expense ratio (MER) <sup>(2)</sup>	3.12%	2.88%	3.16%	3.16%	4.45%
MER before waivers or absorptions <sup>(2)</sup>	3.12%	2.88%	3.20%	3.16%	4.65%
Portfolio turnover rate <sup>(3)</sup>	5.95%	3.27%	17.79%	62.41%	82.27%
Trading expense ratio <sup>(4)</sup>	0.17%	0.18%	0.30%	0.28%	0.45%

(1) This information is provided as at April 30, 2018 and October 31 for the periods presented. The information is in accordance with International Financial Reporting Standards.

(2) Management expense ratio (MER) is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value of the period.

(3) The Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Manager 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 a period. The higher the Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and performance of the Fund.

(4) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

## FINANCIAL HIGHLIGHTS (continued)

The following tables show selected key financial information about the Fund's Series Z shares and are intended to help you understand the Fund's historical financial performance. This information is derived from the Fund's audited annual financial statements and unaudited interim financial statement

<b>Net asset value (NAV) per share – Series Z<sup>(1)</sup></b>	<b>2018<sup>(4)</sup></b>
Net asset value, beginning of period	16.60
Increase (decrease) from operations:	
Total revenue	0.25
Total expenses	(0.09)
Realized gains (losses) for the period	0.02
Unrealized gains (losses) for the period	(0.16)
<b>Total increase (decrease) from operations</b>	<b>0.02</b>
Distributions <sup>(2)</sup> :	
From income (excluding dividends)	-
From dividends	(0.33)
From capital gains	-
<b>Total distributions</b>	<b>(0.33)</b>
<b>Net asset value, end of period<sup>(3)</sup></b>	<b>\$16.29</b>

- (1) This information is provided as at April 30, 2018 for the periods presented. The information is in accordance with International Financial Reporting Standards.
- (2) Distributions, if any, are reinvested in additional shares or paid in cash when requested.
- (3) Net asset value and distributions are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of shares outstanding over the financial period. Due to the different methods of calculating individual components of the table, the sum of the individual components will not necessarily equal the ending net asset value
- (4) The Series Z commenced operations on November 17, 2017.

<b>Ratios and Supplemental Data – Series Z<sup>(1)</sup></b>	<b>2018<sup>(5)</sup></b>
Net Assets (\$ 000s)	399
Number of shares outstanding	24,477
Management expense ratio (MER) <sup>(2)</sup>	1.48%
MER before waivers or absorptions <sup>(2)</sup>	1.48%
Portfolio turnover rate <sup>(3)</sup>	5.95%
Trading expense ratio <sup>(4)</sup>	0.17%

- (1) This information is provided as at April 30, 2018 for the periods presented. The information is in accordance with International Financial Reporting Standards.
- (2) Management expense ratio (MER) is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value of the period.
- (3) The Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Manager 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 a period. The higher the Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and performance of the Fund.
- (4) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.
- (5) The Series Z commenced operations on November 17, 2017.

## MANAGEMENT FEES

The Fund pays an annual management fee of 2% for the Series A, 0.8% for the Series F, and 1.55% for the MG Series multiplied by the net asset value of each series to Norrep. The management fee is calculated and paid monthly. Z Series has annual flat management fee of \$1,000 per account. For the period ended April 30, 2018 management fees amounted to \$50,027. Norrep paid a servicing commission to investment dealers of \$26,761 (i.e. 53.49 %) from these management fees.

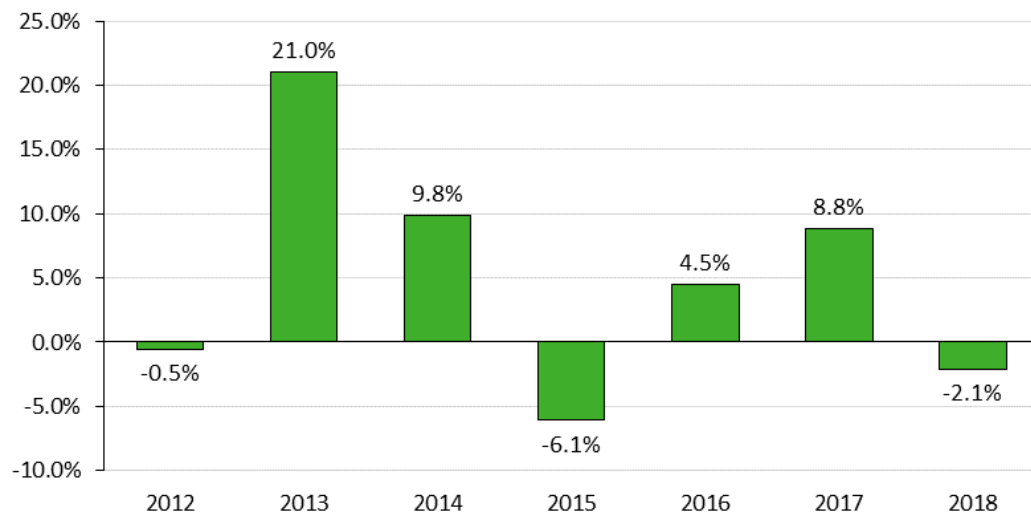
## PAST PERFORMANCE

The charts below illustrate the performance of the MG Series since inception on March 28, 2012 to April 30, 2018, and of the MF Series and Series F since inception on January 22, 2014. These charts reflect the performance you would have received if you invested in the applicable Series on the first day of the period through to the last day of the period.

These charts assume that all distributions for each series in the periods shown are reinvested in additional securities of the Fund. They do not take into account sales, redemptions, distributions or other optional charges, which would have reduced returns or performance. Each period, each series' performance changes and past performance does not guarantee future performance.

## PERIOD-BY-PERIOD RETURNS

### MG Series

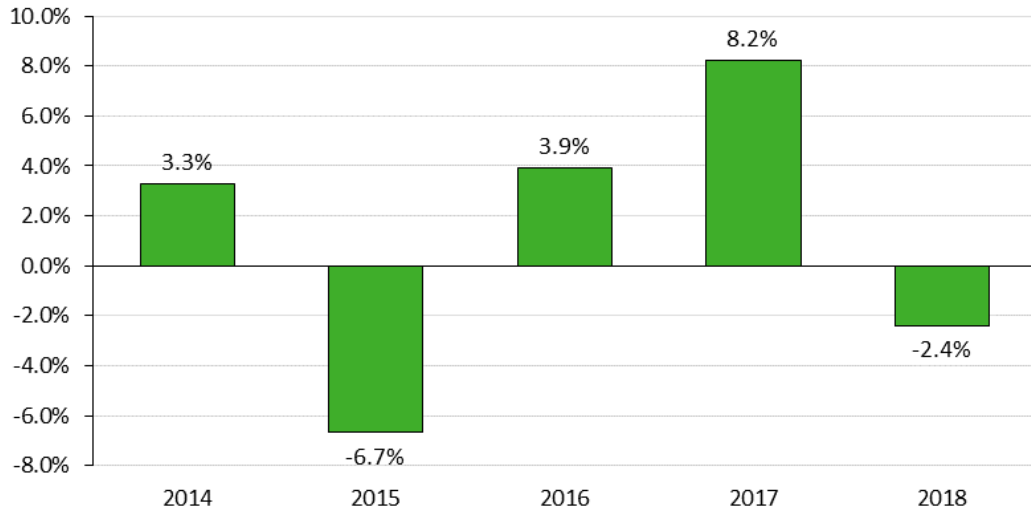


*\*From March 28, 2012 to October 31, 2012 and November 1 to October 31 thereafter, except 2018 which is November 1 to April 30*



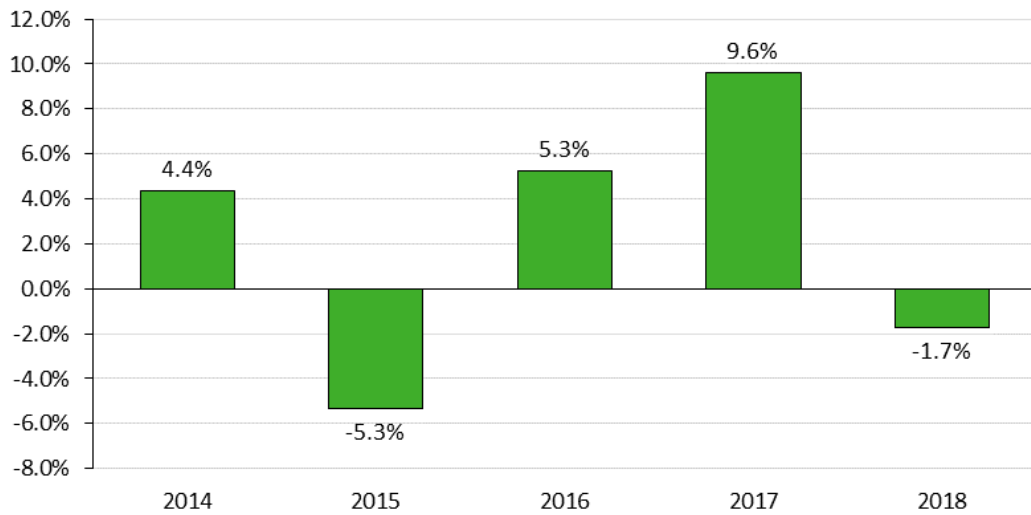
## PERIOD-BY-PERIOD RETURNS (continued)

### Series A



*\*From January 22, 2014 to October 31, 2014 and November 1 to October 31 thereafter, except 2018 which is November 1 to April 30*

### Series F



*\*From January 22, 2014 to October 31, 2014 and November 1 to October 31 thereafter, except 2018 which is November 1 to April 30*

### Series Z

No performance data is available for this series as it was not distributed under a simplified prospectus for 12 consecutive months.

## ANNUAL COMPOUND RETURNS

The following table shows the percent compounded returns to April 30, 2018 for each series of the Fund for the periods indicated. It also shows the returns for the Fund's blended benchmark index, which is 40% S&P/TSX Composite Total Return Index, 25% MSCI World Index, 20% S&P/TSX Capped Energy Total Return Index and 15% FTSE TMX Canada Universe Bond Index.

	<b>MG Series</b>	<b>Series A</b>	<b>Series F</b>	<b>Index</b>
One year	0.6%	0.0%	1.4%	5.1%
Three Year*	1.2%	0.7%	2.0%	3.7%
Five Year*	5.3%			6.4%
Since Inception* – MG Series (March 28, 2012)	5.5%			6.2%
Since Inception* – MF Series (January 22, 2014)		1.3%		4.6%

\*annualized

## SUMMARY OF INVESTMENT PORTFOLIO

The Fund held the following investments at April 30, 2018:

<b>Securities</b>	<b>Percent of net assets</b>
Norrep Income Growth Class, Series 'I'	28.7%
Norrep Global Income Growth Class, Series 'I'	22.3%
Norrep Tactical Opportunities Class, Series 'I'	15.7%
Norrep Core Global, Series 'F'	18.7%
Norrep Entrepreneurs Class, Series 'I'	8.3%
Norrep Energy Class, Series 'I'	5.7%
<b>Total Securities</b>	<b>99.4%</b>
<b>Other</b>	
Cash	1.3%
Other assets – net of liabilities	(0.7)%
<b>Total net asset value</b>	<b>100.0%</b>
<b>Industry Sectors</b>	
Energy	16.0%
Basic Materials	9.5%
Industrials	15.0%
Consumer Discretionary	9.3%
Consumer Staples	7.0%
Health Care	4.4%
Financials	13.0%
Information Technology	4.5%
Telecommunication Services	0.6%
Utilities	0.2%
Real Estate	3.2%
Mutual Funds	3.2%
Bonds	6.4%
Other	7.7%
<b>Total</b>	<b>100.0%</b>

The prospectus and other information about the Underlying Funds is available on the internet at [www.sedar.com](http://www.sedar.com).

The investments held by the Fund change due to ongoing portfolio transactions. A revised summary is posted on our website at [www.norrep.com](http://www.norrep.com) no later than 60 days after each quarter-end.

## OTHER MATERIAL INFORMATION

The simplified prospectus and other Fund related materials can be obtained by calling us toll-free at (877) 531-9355, by writing to us at 1850, 333-7<sup>th</sup> Avenue SW Calgary, Alberta T2P 2Z1, or on our website at [www.norrep.com](http://www.norrep.com).



Dome Tower, TD Square  
Suite 1850, 333-7th Avenue S.W.  
Calgary, Alberta T2P 2Z1

[norrep.com](http://norrep.com)  
1.877.431.1407