

EXEMPLAR INVESTMENT GRADE FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

For the year ended December 31, 2019

This annual Management Report of Fund Performance contains financial highlights but does not contain the complete annual financial statements for Exemplar Investment Grade Fund (the "Fund"). If you have not received a copy of the annual financial statements with the Management Report of Fund Performance, you may obtain a copy of the annual financial statements, at no cost, by calling 877.327.6048, by writing to us at Arrow Capital Management Inc. (the "Manager" or "Arrow"), 36 Toronto Street, Suite 750, Toronto, Ontario M5C 2C5 or by visiting our website at www.arrow-capital.com or SEDAR at www.sedar.com.

Securityholders may also contact us using one of these methods to request a copy of the Fund's annual financial reports, proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure relating to the Fund.

Forward-Looking Information

This Management Report of Fund Performance contains forward-looking information and statements relating, but not limited to, anticipated or prospective financial performance and results of operations of the Fund. Forward-looking information involves known and unknown risks, uncertainties and other factors that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. For this purpose, any statements that are contained herein that are not statements of historical fact may be deemed to be forward-looking information. Without limiting the foregoing, the words "believes", "anticipates", "plans", "intends", "will", "should", "expects", "projects", and similar expressions are intended to identify forward-looking information.

Although the Fund believes it has a reasonable basis for making the forecasts or projections included in this Management Report of Fund Performance, readers are cautioned not to place undue reliance on such forward-looking information. By its nature, the forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, which contribute to the possibility that the predictions, forecasts and other forward-looking statements will not occur. These factors include, but are not limited to, those associated with the performance of the equity securities market, expectations about interest rates and factors incorporated by reference herein as risk factors.

The above list of important factors affecting forward-looking information is not exhaustive, and reference should be made to the other risks discussed in the Fund's filings with Canadian securities regulatory authorities. The forward-looking information is given as of the date of this Management Report of Fund Performance, and the Fund undertakes no obligation to publicly update or revise any forward-looking information, whether as a result of new information, future events or otherwise.

Management Discussion on Fund Performance

Investment Objective and Strategies

The investment objective of the Fund is to generate income and capital preservation by investing in a diversified portfolio of primarily North American investment grade corporate bonds.

To achieve the investment objectives, the Fund will invest primarily in investment grade debt securities of Canadian corporate and government issuers that are rated BBB- or higher by a recognized rating agency. The Fund may also include non-investment grade debt securities and may invest in other asset classes if warranted by financial conditions.

In managing the Fund, East Coast Fund Management Inc. ("East Coast"), the sub-advisor, will seek to generate income and preserve capital in each stage of the credit cycle; and seek to protect the Fund from interest rate risk associated with higher nominal interest rates and systemic risk. The sub-advisor will utilize the following investment process: (i) top-down analysis (macro-economic environment and sector); (ii) bottom-up analysis (company fundamentals); and (iii) quantitative analysis (asset class and security relative valuation). The outcome of this research will enable the sub-advisor to identify investment opportunities as well as ways of mitigating and avoiding undesirable market risk. The combination of all three investment processes will assist the sub-advisor in attempting to reduce the downside risk associated with an investment as much as possible prior to acquisition of the investment.

Investment Risk

The risks of investing in the Fund remain as stated in the Fund's simplified prospectus dated July 5, 2019. There were no material changes to the Fund over the year that affected the overall level of risk.

This Fund is suitable for investors who are able to accept a low degree of risk and are prepared to invest for the medium term.

Results of Operations

For the year ended December 31, 2019, Series F units of the Fund posted a gain of 6.1% (loss of (0.5%) in 2018) while its benchmark, the FTSE TMX Canada Universe Bond Index, gained 6.9% for the same year (gain of 1.4% in 2018) for the same year. Please refer to the Past Performance section for the performance of the other Series. The performance of the other Series offered by the Fund differs from Series F largely because of varying levels of expenses charged to each series, as explained in the Management Fee section.

2019 was a big year for investors virtually across the board. Jobs numbers were strong and sentiment continues to be high, helping to contribute to the 3% equity rally in December that brought the S&P to its strongest annual return since 2013. The TSX saw a more restrained 45bps increase in December but still produced its highest annual return since 2009. Interest rates had a massive rally to start the year, and while they weakened in the last 4 months of the year, the rate move helped push the FTSE TMX corporate index to a +8.1% annual return - its strongest since 2011.

Over the course of the year Canadian investment grade credit spreads rallied (tightened) 46bps – starting the year at 150bps (wide) and finishing on Dec 31st at 104bps (tight). This has been a good rally on the heels of 2018 which saw credit spreads weaken (widen) 60bps. Spreads remain weaker than post crisis tights (by around 15bps) but this market is feeling very reminiscent to the start of 2018 (which saw spreads weaken in February).

Recent Developments

(BASED ON INFORMATION AS AT FEBRUARY 28, 2020)

We have been highlighting the need for interest rate curves to "normalize", or return to a positive sloping shape, for some time. December finally saw Canadian interest rate curves steepen 13bps (2yr-10yr) and on December 31st, the 2s-10s (the difference between the 10-year US Treasury yield and the 2-year US Treasury yield) curve closed at +1bps – the first day since July 2019 that the curve has not been inverted. Meaning, 10yr government bond yields closed the year at 1.7% and 2yr government bonds closed the year at 1.69%. It's not much, but that 2s-10s curve was inverted as much as 22bps in 2019, which is the most inversion we have seen in over 10 years. Given the flatness of the rate curve and the low levels of all-in spread, we think this is likely to continue into this year as well.

We remain cautious and continue to be conservatively positioned as we await a cheapening of risk – as premiums are way too expensive. The risk premium between BB and BBB rated credit has never been more expensive. BB is High yield and BBB is investment grade. We will await a more appropriate pricing of risk before we begin to add higher beta exposure.

For investors that are extremely bullish here, it's important to know that we reduced risk throughout 2019, yet we were still able to deliver a strong result. Generally, the economy has shown signs of stability and perhaps even glimpses of improvement, and therefore we do not believe we are entering a recession. Keeping in mind the current rate environment, our metrics indicate credit spreads are close to fully baked, so our conservative and defensive positioning will continue into 2020. Currently, we want to drive our returns from short dated, high quality credit and we will look to add exposure when risk premiums weaken (widen) and investors are better compensated for the riskiness of investment.

(UPDATE - MARCH 24, 2020)

The continued worldwide spread of novel coronavirus (or COVID-19) and its impact on international business operations, supply chains, travel, commodity prices, consumer confidence and business forecasts, and the associated impact on domestic and international equity markets and fixed income yields, is expected to have a material impact on all equity and fixed income portfolios during the first half of 2020, and potentially beyond. We continue to monitor developments in equity and fixed income markets generally, and in connection with the Fund's portfolio in particular. While it is too early to predict the impact of COVID-19 related factors, during a time of increased uncertainty and volatility, we expect that the performance of all portfolios, including the Fund, will be affected in the near term.

Fund Merger

Effective March 27, 2019, Exemplar Tactical Corporate Bond Fund (the "Terminating Fund") merged into Exemplar Investment Grade Fund (the "Continuing Fund"). Unitholders of the Terminating Fund received units of the Continuing Fund in exchange for their units of the Terminating Fund on a tax-deferred basis.

	Net Assets acquired by Fund	Units issued by Fund	Conversion Ratios of Exemplar Tactical Corporate Bond Fund (Terminating Fund)								
			A	AI	F	FI	AN	FN	L	U	G
Series AI	4,186,994	480,920	0.9759	0.8944						0.9779	
Series FI	29,547,427	3,300,848			0.9878	0.9058					
Series AN	3,335,046	327,534					0.9752				
Series FN	6,867,488	666,281						0.9723			
Series U	74,368	5,550								0.9383	
Series G	84,076	6,204									0.9535

Related Party Transactions

Arrow Capital Management Inc. is the Manager, Portfolio Advisor and Trustee of the Fund. The Manager, in consideration for management fees, provides management services required in the day-to-day operations of the Fund. The Fund also reimburses the Manager for any operating or administrative expenses the Manager pays on behalf of the Fund. For the year ended December 31, 2019, the Manager has, in its discretion, agreed to absorb \$115,036 (\$98,417 in 2018) of operating expenses associated with the Fund.

The Fund may invest in other funds also managed by the Manager. These investments will either be made into a series that does not pay management fees or the Manager may pay a rebate to the Fund or other fund to offset fees paid by the other fund to the Manager.

Management Fees

The table below outlines the Fund's annual Management Fee rate. It also states the percentage of the total management fees that were used to pay trailer commissions. The remainder of the management fees were used to pay for investment management services and sub-advisory fees to East Coast.

ANNUAL RATE (%)	Series A, AI, AN, U	Series F, FI, FN, G, ETF	Series I
Management Fees (Annual Rate)	1.3%	0.8%	Negotiable
Trailer Fees (as a % of Management Fees)	38.4%	-	-

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help the reader understand the Fund's financial performance. This information is derived from the Fund's financial statements and is represented net of expenses which have been charged to the Fund.

SERIES A - NET ASSETS PER UNIT					
For the years ended December 31,					
	2019	2018	2017	2016	2015
Net Assets, beginning of year¹	\$ 9.37	\$ 9.75	\$ 9.72	\$ 9.36	\$ 9.91
Increase (decrease) from operations:					
Total revenue	0.42	0.39	0.32	0.40	0.38
Total expenses	(0.16)	(0.16)	(0.17)	(0.16)	(0.13)
Realized gains (loss)	0.04	(0.18)	0.06	0.02	(0.23)
Unrealized gains (loss)	0.22	(0.15)	0.06	0.37	(0.28)
Total increase (decrease) from operations¹:	\$ 0.52	\$ (0.10)	\$ 0.27	\$ 0.63	\$ (0.26)
Distributions²:					
From income (excluding dividends)	(0.19)	(0.25)	(0.21)	(0.12)	(0.08)
From capital gains	-	-	-	(0.17)	-
From return of capital	(0.10)	(0.04)	(0.08)	-	(0.22)
Total distributions	\$ (0.29)	\$ (0.29)	\$ (0.29)	\$ (0.29)	\$ (0.30)
Net Assets, end of year¹	\$ 9.59	\$ 9.37	\$ 9.75	\$ 9.72	\$ 9.36

SERIES A - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) ¹	\$28,805	\$33,857	\$32,007	\$14,184	\$14,295
Number of units outstanding	3,002,110	3,612,725	3,281,116	1,459,186	1,526,674
Management expense ratio ^{4,9}	1.65%	1.65%	1.63%	1.61%	1.63%
Management expense ratio before waivers or absorptions ^{5,9}	1.71%	1.71%	1.74%	1.92%	1.84%
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%	663.00%	347.78%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%	0.11%	0.06%
Net asset value per unit	\$9.59	\$9.37	\$9.75	\$9.72	\$9.36

SERIES AI - NET ASSETS PER UNIT

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Assets, beginning of year¹	\$ 8.60	\$ 9.14	\$ 9.28	\$ 9.11	\$ 9.84
Increase (decrease) from operations:					
Total revenue	0.37	0.37	0.31	0.39	0.38
Total expenses	(0.14)	(0.15)	(0.15)	(0.15)	(0.13)
Realized gains (loss)	0.03	(0.17)	0.05	0.03	(0.23)
Unrealized gains (loss)	0.16	(0.14)	0.07	0.37	(0.27)
Total increase (decrease) from operations¹:	\$ 0.42	\$ (0.09)	\$ 0.28	\$ 0.64	\$ (0.25)
Distributions²:					
From income (excluding dividends)	(0.21)	(0.25)	(0.20)	(0.13)	(0.09)
From capital gains	-	-	-	(0.17)	-
From return of capital	(0.22)	(0.21)	(0.26)	(0.16)	(0.40)
Total distributions	\$ (0.43)	\$ (0.46)	\$ (0.46)	\$ (0.46)	\$ (0.49)
Net Assets, end of year¹	\$ 8.64	\$ 8.60	\$ 9.14	\$ 9.28	\$ 9.11

SERIES AI - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) ¹	\$7,814	\$4,623	\$4,575	\$2,549	\$1,801
Number of units outstanding	904,532	537,584	500,780	274,643	197,676
Management expense ratio ^{4,9}	1.58%	1.58%	1.58%	1.55%	1.60%
Management expense ratio before waivers or absorptions ^{5,9}	1.64%	1.64%	1.69%	1.86%	1.81%
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%	663.00%	347.78%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%	0.11%	0.06%
Net asset value per unit	\$8.64	\$8.60	\$9.14	\$9.28	\$9.11

SERIES AN - NET ASSETS PER UNIT

For the years ended December 31,

	2019	2018	2017	2016	2015 ¹
Net Assets, beginning of year¹	\$ 9.93	\$ 10.26	\$ 10.10	\$ 9.71	\$ 10.00
Increase (decrease) from operations:					
Total revenue	0.44	0.42	0.34	0.43	0.73
Total expenses	(0.17)	(0.17)	(0.17)	(0.17)	(0.25)
Realized gains (loss)	0.04	(0.20)	0.07	0.06	(0.44)
Unrealized gains (loss)	0.20	(0.15)	0.07	0.39	(0.52)
Total increase (decrease) from operations¹:	\$ 0.51	\$ (0.10)	\$ 0.31	\$ 0.71	\$ (0.48)
Distributions²:					
From income (excluding dividends)	(0.24)	(0.23)	(0.18)	(0.10)	(0.06)
From capital gains	-	-	-	(0.19)	-
From return of capital	-	-	-	-	-
Total distributions	\$ (0.24)	\$ (0.23)	\$ (0.18)	\$ (0.29)	\$ (0.06)
Net Assets, end of year¹	\$ 10.25	\$ 9.93	\$ 10.26	\$ 10.10	\$ 9.71

SERIES AN - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017	2016	2015 ¹
Net Asset Value ("NAV") (000s) ¹	\$7,254	\$5,732	\$5,292	\$3,180	\$1,991
Number of units outstanding	707,852	577,037	515,597	314,815	205,057
Management expense ratio ^{4,9}	1.60%	1.61%	1.59%	1.59%	1.67%*
Management expense ratio before waivers or absorptions ^{5,9}	1.66%	1.67%	1.70%	1.89%	1.89%*
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%	663.00%	347.78%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%	0.11%	0.06%*
Net asset value per unit	\$10.25	\$9.93	\$10.26	\$10.10	\$9.71

SERIES F - NET ASSETS PER UNIT

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Assets, beginning of year¹	\$ 9.59	\$ 9.93	\$ 9.84	\$ 9.44	\$ 9.93
Increase (decrease) from operations:					
Total revenue	0.43	0.40	0.33	0.42	0.35
Total expenses	(0.11)	(0.11)	(0.11)	(0.11)	(0.12)
Realized gains (loss)	0.04	(0.18)	0.06	(0.01)	(0.21)
Unrealized gains (loss)	0.22	(0.15)	0.05	0.37	(0.25)
Total increase (decrease) from operations¹:	\$ 0.58	\$ (0.04)	\$ 0.33	\$ 0.67	\$ (0.23)
Distributions²:					
From income (excluding dividends)	(0.24)	(0.28)	(0.27)	(0.14)	(0.17)
From capital gains	-	-	-	(0.17)	-
From return of capital	(0.06)	(0.02)	(0.02)	-	(0.13)
Total distributions	\$ (0.30)	\$ (0.30)	\$ (0.29)	\$ (0.31)	\$ (0.30)
Net Assets, end of year¹	\$ 9.87	\$ 9.59	\$ 9.93	\$ 9.84	\$ 9.44

SERIES F - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) ¹	\$79,517	\$83,253	\$84,467	\$34,961	\$34,250
Number of units outstanding	8,060,067	8,684,027	8,506,130	3,554,196	3,627,975
Management expense ratio ^{4,9}	1.09%	1.10%	1.08%	1.06%	1.06%
Management expense ratio before waivers or absorptions ^{5,9}	1.16%	1.16%	1.19%	1.37%	1.20%
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%	663.00%	347.78%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%	0.11%	0.06%
Net asset value per unit	\$9.87	\$9.59	\$9.93	\$9.84	\$9.44

SERIES FI - NET ASSETS PER UNIT

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Assets, beginning of year¹	\$ 8.83	\$ 9.32	\$ 9.41	\$ 9.19	\$ 9.86
Increase (decrease) from operations:					
Total revenue	0.37	0.38	0.32	0.40	0.30
Total expenses	(0.10)	(0.10)	(0.11)	(0.10)	(0.10)
Realized gains (loss)	0.02	(0.18)	0.07	0.05	(0.18)
Unrealized gains (loss)	0.13	(0.15)	0.07	0.30	(0.22)
Total increase (decrease) from operations¹:	\$ 0.42	\$ (0.05)	\$ 0.35	\$ 0.65	\$ (0.20)
Distributions²:					
From income (excluding dividends)	(0.29)	(0.29)	(0.26)	(0.17)	(0.14)
From capital gains	-	-	-	(0.17)	-
From return of capital	(0.15)	(0.17)	(0.20)	(0.12)	(0.35)
Total distributions	\$ (0.44)	\$ (0.46)	\$ (0.46)	\$ (0.46)	\$ (0.49)
Net Assets, end of year¹	\$ 8.92	\$ 8.83	\$ 9.32	\$ 9.41	\$ 9.19

SERIES FI - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) ¹	\$21,276	\$6,244	\$5,446	\$5,446	\$2,308
Number of units outstanding	2,385,247	707,025	584,286	584,286	251,235
Management expense ratio ^{4,9}	1.05%	1.05%	1.05%	1.03%	1.04%
Management expense ratio before waivers or absorptions ^{5,9}	1.11%	1.11%	1.16%	1.33%	1.18%
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%	663.00%	347.78%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%	0.07%	0.06%
Net asset value per unit	\$8.92	\$8.83	\$9.32	\$9.41	\$9.19

SERIES FN - NET ASSETS PER UNIT

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Assets, beginning of year¹	\$ 10.04	\$ 10.34	\$ 10.10	\$ 9.68	\$ 9.98
Increase (decrease) from operations:					
Total revenue	0.45	0.43	0.34	0.43	0.74
Total expenses	(0.12)	(0.12)	(0.12)	(0.11)	(0.25)
Realized gains (loss)	0.04	(0.21)	0.04	0.05	(0.45)
Unrealized gains (loss)	0.21	(0.18)	0.06	0.39	(0.53)
Total increase (decrease) from operations¹:	\$ 0.58	\$ (0.08)	\$ 0.32	\$ 0.76	\$ (0.49)
Distributions²:					
From income (excluding dividends)	(0.27)	(0.25)	(0.16)	(0.13)	(0.10)
From capital gains	-	-	-	(0.18)	-
From return of capital	-	-	-	-	-
Total distributions	\$ (0.27)	\$ (0.25)	\$ (0.16)	\$ (0.31)	\$ (0.10)
Net Assets, end of year¹	\$ 10.39	\$ 10.04	\$ 10.34	\$ 10.10	\$ 9.68

SERIES FN - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) ¹	\$27,271	\$19,404	\$15,981	\$3,150	\$1,429
Number of units outstanding	2,625,491	1,931,962	1,545,306	311,722	147,719
Management expense ratio ^{4,9}	1.09%	1.08%	1.08%	1.04%	1.11%
Management expense ratio before waivers or absorptions ^{5,9}	1.16%	1.15%	1.19%	1.35%	1.26%
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%	663.00%	347.78%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%	0.11%	0.06%
Net asset value per unit	\$10.39	\$10.04	\$10.34	\$10.10	\$9.68

SERIES I - NET ASSETS PER UNIT

For the years ended December 31,

	2019	2018	2017	2016 [†]
Net Assets, beginning of year¹	\$ 10.40	\$ 10.72	\$ 10.41	\$ 10.00
Increase (decrease) from operations:				
Total revenue	0.48	0.44	0.37	0.31
Total expenses	(0.02)	(0.03)	(0.03)	(0.02)
Realized gains (loss)	0.05	(0.20)	0.08	0.22
Unrealized gains (loss)	0.23	(0.17)	0.08	0.38
Total increase (decrease) from operations¹:	\$ 0.74	\$ 0.04	\$ 0.50	\$ 0.89
Distributions²:				
From income (excluding dividends)	(0.33)	(0.35)	(0.20)	(0.13)
From capital gains	-	-	-	(0.18)
From return of capital	-	-	-	-
Total distributions	\$ (0.33)	\$ (0.35)	\$ (0.20)	\$ (0.31)
Net Assets, end of year¹	\$ 10.81	\$ 10.40	\$ 10.72	\$ 10.41

SERIES I - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017	2016 ¹
Net Asset Value ("NAV") (000s) ¹	\$6	\$6	\$5	\$5
Number of units outstanding	549	533	515	506
Management expense ratio ^{4,9}	0.19%	0.22%	0.20%	0.21%*
Management expense ratio before waivers or absorptions ^{5,9}	0.25%	0.28%	0.31%	0.52%*
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%	663.00%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%	0.11%*
Net asset value per unit	\$10.81	\$10.40	\$10.72	\$10.41

SERIES G - NET ASSETS PER UNIT

For the years ended December 31,

	2019	2018	2017	2016	2015 ¹
Net Assets, beginning of year¹ - CAD	\$ 13.52	\$ 12.79	\$ 13.46	\$ 13.29	\$ 12.94
Increase (decrease) from operations:					
Total revenue	0.77	1.25	(0.51)	0.45	(0.88)
Total expenses	(0.16)	(0.15)	(0.14)	(0.14)	0.30
Realized gains (loss)	0.06	(0.16)	0.06	0.01	0.53
Unrealized gains (loss)	(0.46)	0.26	(0.18)	0.17	0.63
Total increase (decrease) from operations¹:	\$ 0.21	\$ 1.20	\$ (0.77)	\$ 0.49	\$ 0.58
Distributions²:					
From income (excluding dividends)	(0.25)	(0.37)	(0.28)	(0.15)	-
From capital gains	-	-	-	(0.14)	(0.14)
From return of capital	(0.05)	(0.02)	(0.07)	-	(0.03)
Total distributions	\$ (0.30)	\$ (0.39)	\$ (0.35)	\$ (0.29)	\$ (0.17)
Net Assets, end of year¹ - CAD	\$ 13.34	\$ 13.52	\$ 12.79	\$ 13.46	\$ 13.29
Net Assets, beginning of year¹ - USD	\$ 10.28	\$ 10.18	\$ 10.02	\$ 9.60	\$ 10.00
Net Assets, end of year¹ - USD	\$ 10.27	\$ 10.28	\$ 10.18	\$ 10.02	\$ 9.60

SERIES G - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017	2016	2015 ¹
Net Asset Value ("NAV") (000s) ¹	\$893	\$783	\$1,760	\$56	\$62
Number of units outstanding	66,984	57,951	137,568	4,176	4,691
Management expense ratio ^{4,9}	1.12%	1.07%	1.05%	1.03%	1.10%*
Management expense ratio before waivers or absorptions ^{5,9}	1.18%	1.14%	1.16%	1.33%	1.25%*
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%	663.00%	347.78%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%	0.11%	0.06%*
Net asset value per unit - USD	\$10.27	\$10.28	\$10.18	\$10.02	\$9.60

SERIES U - NET ASSETS PER UNIT

For the period since February 28, 2019 (date of commencement of operations) to December 31, 2019

	2019 ¹
Net Assets, beginning of period¹ - CAD	\$ 13.16
Increase (decrease) from operations:	
Total revenue	0.40
Total expenses	(0.19)
Realized gains (loss)	0.03
Unrealized gains (loss)	(0.25)
Total increase (decrease) from operations¹:	\$ (0.01)
Distributions²:	
From income (excluding dividends)	(0.23)
From capital gains	-
From return of capital	(0.02)
Total distributions	\$ (0.25)
Net Assets, end of year¹ - CAD	\$ 13.13
Net Assets, beginning of period¹ - USD	\$ 10.00
Net Assets, end of year¹ - USD	\$ 10.11

SERIES U - RATIOS AND SUPPLEMENTAL DATA⁸

For the period since February 28, 2019 (date of commencement of operations) to December 31, 2019

	2019 ¹
Net Asset Value ("NAV") (000s) ¹	\$106
Number of units outstanding	8,108
Management expense ratio ^{4 9}	1.68%*
Management expense ratio before waivers or absorptions ^{5 9}	1.75%*
Portfolio turnover rate ⁶	311.26%
Trading expense ratio ^{7 9}	0.03%*
Net asset value per unit - USD	\$10.11

SERIES ETF - NET ASSETS PER UNIT

For the years ended December 31,

	2019	2018	2017 ¹
Net Assets, beginning of year¹	\$ 19.50	\$ 20.03	\$ 20.00
Increase (decrease) from operations:			
Total revenue	0.86	0.83	0.07
Total expenses	(0.23)	(0.22)	(0.02)
Realized gains (loss)	0.07	(0.38)	(0.08)
Unrealized gains (loss)	0.35	(0.31)	0.08
Total increase (decrease) from operations¹:	\$ 1.05	\$ (0.08)	\$ 0.05
Distributions²:			
From income (excluding dividends)	(0.52)	(0.53)	-
From capital gains	-	-	-
From return of capital	(0.08)	-	-
Total distributions	\$ (0.60)	\$ (0.53)	\$ -
Net Assets, end of year¹	\$ 20.08	\$ 19.50	\$ 20.03

SERIES ETF - RATIOS AND SUPPLEMENTAL DATA⁸

For the years ended December 31,

	2019	2018	2017 ¹
Net Asset Value ("NAV") (000s) ¹	\$7,529	\$4,388	\$2,003
Number of units outstanding	375,000	225,000	100,000
Management expense ratio ^{4,9}	1.11%	1.07%	1.02%*
Management expense ratio before waivers or absorptions ^{5,9}	1.17%	1.13%	1.13%*
Portfolio turnover rate ⁶	311.26%	542.98%	665.70%
Trading expense ratio ^{7,9}	0.03%	0.04%	0.07%
Net asset value per unit	\$20.08	\$19.50	\$20.03
Closing market price	\$20.06	\$19.40	\$20.01

The Fund was launched on June 27, 2014. Series A, AI and F units began operations on July 28, 2014. Series FI units began operations on August 21, 2014. Series FN units began operations on December 5, 2014. Series AN units began operations on January 29, 2015. Series G units began operations on July 15, 2015. Series I units began operations on April 01, 2016. Series ETF units began operations on December 1, 2017. Series U units began operations on March 1, 2019.

*Ratios have been annualized.

1. The net assets per share shown are referenced to net assets attributable to holders of redeemable shares determined in accordance with International Financial Reporting Standards ("IFRS") and are derived from the Fund's financial statements. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per share.
2. Distributions, if applicable, were reinvested in additional shares of the Fund at the discretion of the underlying shareholders.
3. The Manager may absorb certain expenses or waive certain fees otherwise payable by the Fund. The amount of expenses absorbed or waived (if applicable) is determined annually at the discretion of the Manager and the Manager can terminate the absorption or waiver at any time.
4. Management expense ratio ("MER") is calculated as total expenses net of waived fees, if applicable, and excludes certain taxes, commissions and other fund transaction costs for the stated year expressed as an annualized

percentage of daily average net asset value during the stated year. The management expense ratio is calculated in accordance with Part 15 of NI 81-106.

5. Management expense ratio before waivers or absorptions is the MER inclusive of performance fees before any waivers or absorptions are deducted.
6. The Fund's portfolio turnover rate can indicate how actively the investment advisor manages the portfolio of investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of its securities in its portfolio once in the course of the year. The higher the 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 the Fund.
7. 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.
8. Ratios and supplemental data, where applicable, are computed using the net asset value of the Fund.
9. The management expense ratio before performance fees, management expense ratio, management expense ratio before waivers or absorptions and trading expense ratio for the years ended 2016 and 2015 have been restated to reflect the reclassification of certain custodial transaction costs related to the purchase and sale of securities.

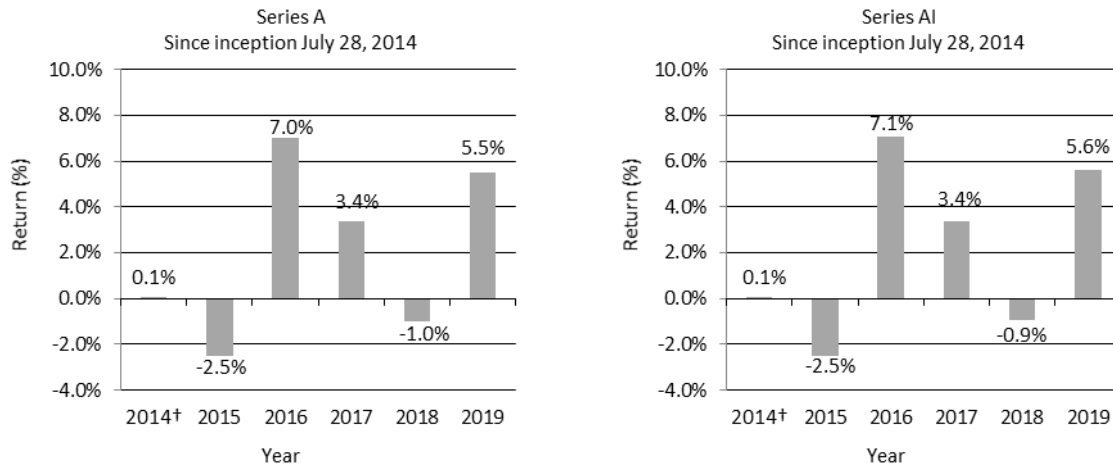
Past Performance

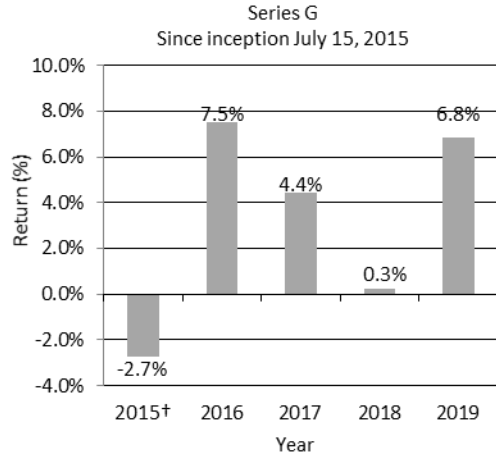
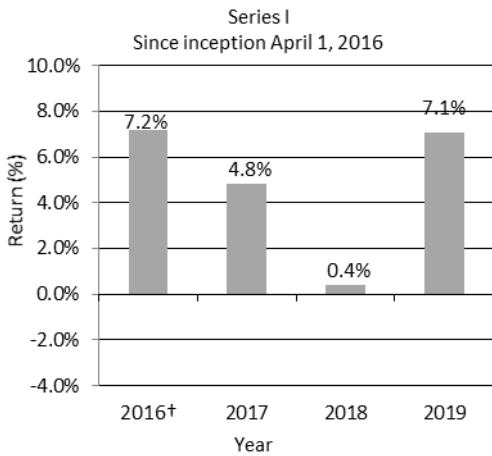
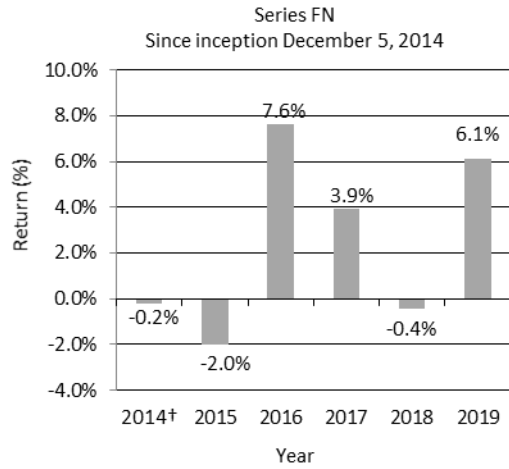
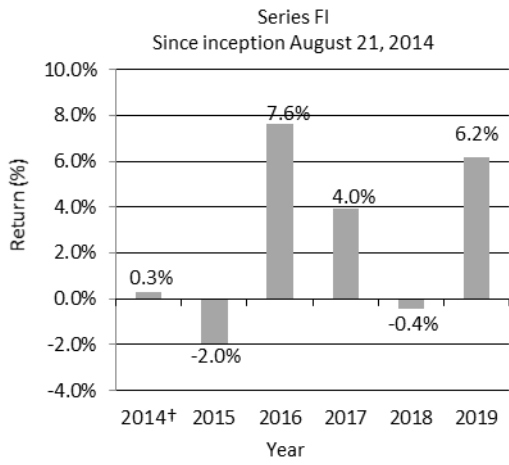
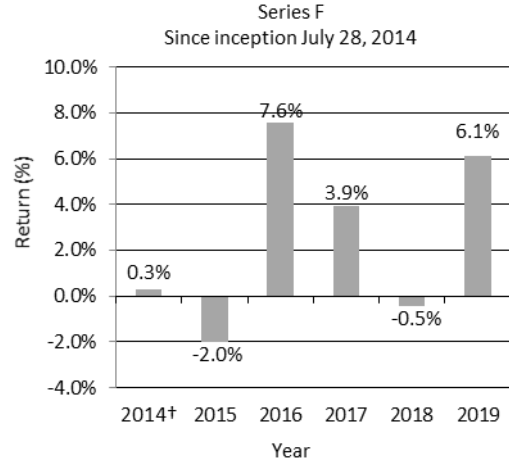
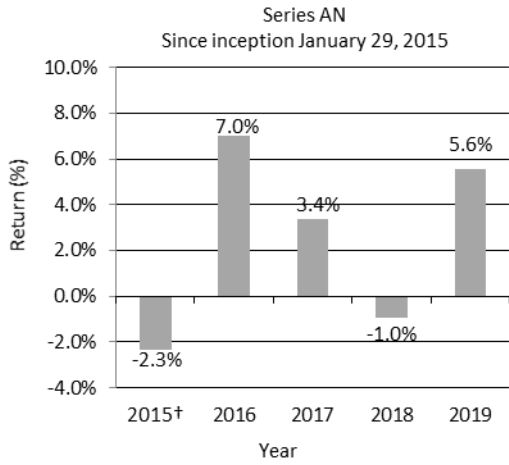
The performance information shown below assumes that all distributions, if any, made by the Fund in the periods shown were reinvested in additional units of the Fund. If you hold the Fund outside a registered plan, you will be taxed on distributions. Distributions of income the Fund earns and capital gains it realizes are taxable in the year received whether received in cash or reinvested in additional units. No adjustment for potential tax consequences to an investor has been made to the performance information.

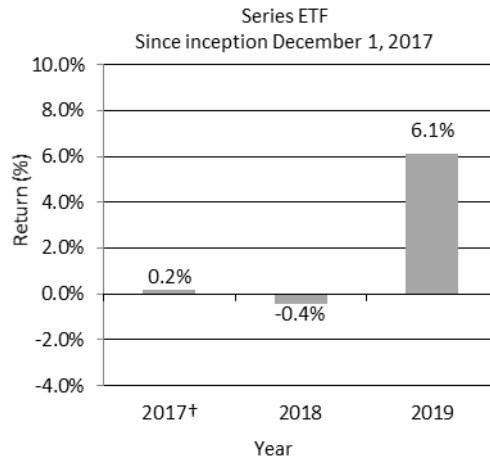
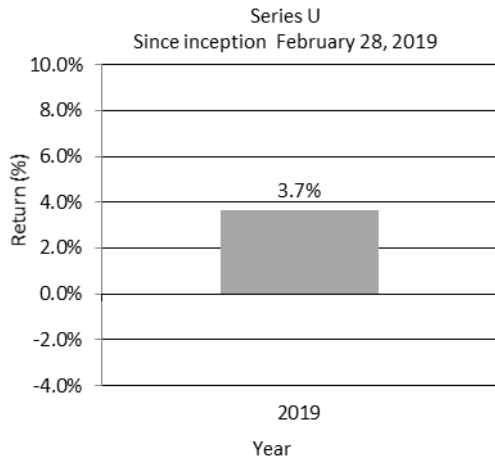
The indicated rates of return are historical annual compounded total returns including changes in unit value and do not take into account sale, redemption, distribution or other optional charges, that, if applicable, would have reduced returns or performance. An investment in the Fund is not guaranteed. Its value changes frequently and how the Fund has performed in the past does not necessarily indicates how it will perform in the future.

Year-By-Year Returns

The bar chart below illustrates the Fund's performance for the years shown. It shows, in percentage terms, how much an investment made on the first day of each financial year (or since inception) would have grown or decreased.

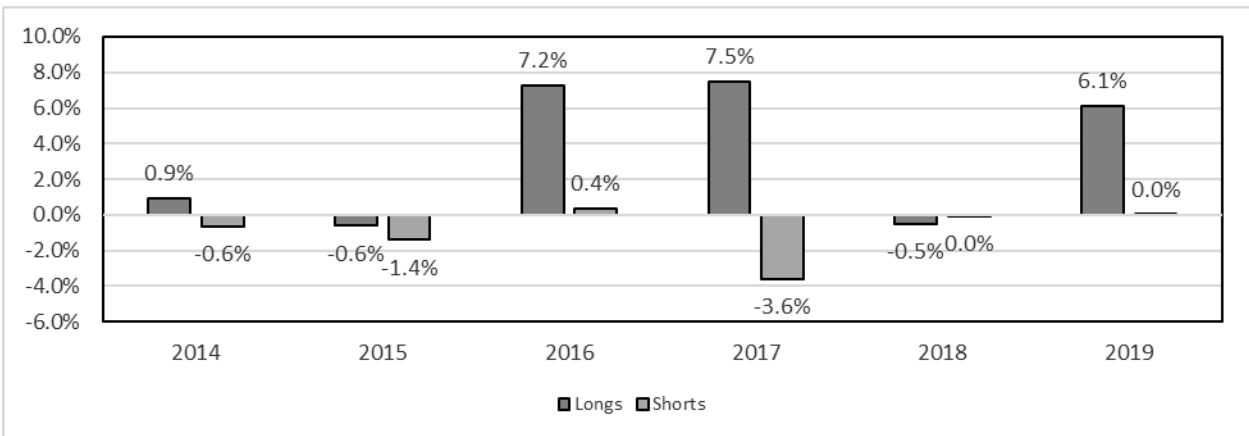






†Returns shown represent a partial year.

The chart below illustrates the Fund's returns for Series F for the year ended December 31, 2019 and for the years ended December 31 for the Fund units by long and short holdings:



Annual Compound Returns (Compound Performance)

The following table shows the total returns of the Fund and for its benchmark, the FTSE TMX Canada Universe Bond Index (a market cap weighted index designed to be a broad measure of the Canadian investment grade fixed income market) for the period shown ended December 31, 2019. The Relative Performance returns show the performance of the Fund as compared to the benchmark.

	1 Year	3 Years	5 Years	Annualized Since Inception
Series A	5.5%	2.6%	2.4%	2.2%
Series AI	5.6%	2.7%	2.5%	2.3%
Series AN	5.6%	2.6%	N/A	2.5%
Series F	6.1%	3.2%	3.0%	2.8%
Series FI	6.2%	3.2%	3.0%	2.9%
Series FN	6.1%	3.2%	3.0%	3.0%
Series I	7.1%	N/A	N/A	5.2%
Series G	6.8%	3.8%	N/A	3.7%
Series U	N/A	N/A	N/A	4.4%
Series ETF	6.1%	N/A	N/A	2.7%
FTSE TMX Canada Universe Bond Index	6.9%	3.6%	3.2%	3.5%

Summary of Investment Portfolio as at December 31, 2019

Industry Sector	Exposure (%)	
	Long (%)	Short (%)
Corporate Bonds	88.0	-
Derivatives	0.8	(0.1)
Equities	1.7	-
Cash and Cash Equivalents	7.8	-
Other Net Assets	1.8	-
Total	100.1	(0.1)

Credit Rating (*)	% of Total	
	Debt Securities	
AAA	-	-
AA	-	-
A	31.8	-
BBB	56.5	-
Below BBB	11.7	-
Not Rated	-	-
Total	100.0	100.0

*Credit ratings are obtained from Standard & Poor's, Moody's and/or Dominion Bond Rating Service.

Top 25 Holdings	%
Merrill Lynch & Co. Inc., Variable Rate, Callable	10.0%
Goldman Sachs Group Inc. (The), Variable Rate, Callable	8.1%
Cash and Cash Equivalents	7.8%
Ford Credit Canada Co., Floating Rate	6.9%
Gibson Energy Inc., Callable	5.8%
Morgan Stanley, Floating Rate, Callable	5.7%
Anheuser-Busch InBev Finance Inc., Callable	5.1%
AT&T Inc., Callable	4.8%
Laurentian Bank of Canada, Floating Rate	4.3%
Sysco Canada Inc., Callable	4.2%
Bell Canada, Callable	4.2%
Bank of Montreal, Variable Rate, Callable	3.8%
Molson Coors International L.P., Callable	3.8%
HSBC Holdings PLC	2.8%
Enbridge Inc., Variable Rate, Callable	2.7%
Bruce Power L.P.	2.6%
Inter Pipeline Ltd., Series '19-B', Variable Rate, Callable	2.0%
Artis REIT, Series 'B', Floating Rate	1.7%
Coast Capital Savings Credit Union, Floating Rate	1.7%
National Bank of Canada	1.7%
Brookfield Property Finance ULC	1.4%
VW Credit Canada Inc., Floating Rate	1.3%
Bank of Nova Scotia, Preferred, Series '32', Variable, Conv.	1.3%
TELUS Corp., Series 'CO', Callable	1.1%
AT&T Inc.	0.9%
Total (%)	95.7%

Total Net Asset Value (in \$ millions) 180.5