

Financial Statements of

# **EHP ADVANTAGE FUND**

June 30, 2017

## **Manager's comments on unaudited interim financial statements**

These interim financial statements of EHP Advantage Fund for the six months ended June 30, 2017 have been prepared by the Manager. These interim financial statements have not been audited by KPMG LLP, the independent external auditors of the Fund.

# EHP ADVANTAGE FUND

## Statements of Financial Position

As at June 30, 2017 and December 31, 2016 (unaudited)

	2017	2016
<b>Assets</b>		
Cash	\$ 10,086,053	\$ 3,378,755
Financial assets at fair value through profit or loss (cost - \$144,041,686; December 31, 2016 - \$105,840,207) (note 4)	146,358,931	112,770,673
Receivable for investments sold (note 2)	4,199,284	7,872,011
Dividends receivable	160,452	216,847
Interest receivable	10,001	3,850
Other receivable	43,852	35,565
Expenses paid in advance	9,200	-
	<u>160,867,773</u>	<u>124,277,701</u>
<b>Liabilities</b>		
Financial liabilities at fair value through profit or loss (proceeds - \$45,133,523; December 31, 2016 - \$29,901,285) (note 4)	42,933,297	31,323,922
Bank margin	-	5,422,620
Payable for investments purchased (note 2)	11,591,333	5,025,267
Performance fees payable (note 6)	1,795	525,421
Accounts payable and accrued liabilities	68,108	71,959
Management fees payable (note 6)	111,351	94,995
Dividends payable	86,813	49,581
Interest payable	32,793	13,495
	<u>54,825,490</u>	<u>42,527,260</u>
<b>Net assets attributable to holders of redeemable units (note 5)</b>	<b>\$ 106,042,283</b>	<b>\$ 81,750,441</b>

# EHP ADVANTAGE FUND

Statements of Financial Position (continued)

As at June 30, 2017 and December 31, 2016 (unaudited)

	2017	2016
Net assets attributable to holders of redeemable units per class and series:		
Class A - Initial Series	\$ 7,806,918	\$ 3,608,142
Class A - 2015 Series 4	-	1,008,279
Class A - 2015 Series 5	-	292,700
Class A - 2015 Series 6	-	701,499
Class A - 2015 Series 7	-	168,528
Class A - 2015 Series 8	-	420,331
Class A - 2015 Series 9	-	84,925
Class A - 2015 Series 10	-	109,221
Class A - 2015 Series 11	-	160,370
Class A - 2015 Series 12	-	54,093
Class A - 2016 Series 2	-	44,661
Class A - 2016 Series 3	-	255,082
Class A - 2016 Series 4	-	112,648
Class A - 2016 Series 6	-	84,241
Class A - 2016 Series 7	-	51,862
Class A - 2016 Series 8	-	157,049
Class A - 2016 Series 9	-	195,701
Class A - 2016 Series 10	-	51,854
Class A - 2016 Series 11	-	67,342
Class A - 2016 Series 12	-	322,171
Class A - 2017 Series 3	102,070	-
Class A - 2017 Series 4	282,542	-
Class A - 2017 Series 5	244,080	-
Class A - 2017 Series 6	169,201	-
Class E - Initial Series	9,234,949	6,402,341
Class F - Initial Series	35,736,629	7,004,898
Class F - 2015 Series 4	-	548,949
Class F - 2015 Series 5	-	1,575,623
Class F - 2015 Series 6	-	2,667,852
Class F - 2015 Series 7	-	1,445,309
Class F - 2015 Series 8	-	2,282,575
Class F - 2015 Series 9	-	802,972
Class F - 2015 Series 10	-	360,785
Class F - 2015 Series 11	-	762,261
Class F - 2015 Series 12	-	542,259
Class F - 2016 Series 1	-	530,686
Class F - 2016 Series 2	-	1,088,308
Class F - 2016 Series 3	-	156,717
Class F - 2016 Series 4	-	440,456
Class F - 2016 Series 5	-	510,996
Class F - 2016 Series 6	-	638,566
Class F - 2016 Series 7	-	1,688,950
Class F - 2016 Series 8	-	1,029,140
Class F - 2016 Series 9	-	1,175,146
Class F - 2016 Series 10	-	1,452,488
Class F - 2016 Series 11	-	2,348,230
Class F - 2016 Series 12	-	4,447,786
Class F - 2017 Series 3	3,592,999	-
Class F - 2017 Series 4	1,676,151	-
Class F - 2017 Series 5	1,789,221	-
Class F - 2017 Series 6	7,538,660	-
Class UF - Initial Series	376,552	76,623
Class UF - 2016 Series 9	-	249,071
Class UF - 2017 Series 3	174,667	-
Class UF - 2017 Series 4	226,152	-
Class UF - 2017 Series 5	75,384	-
Class UF - 2017 Series 6	256,489	-

# EHP ADVANTAGE FUND

Statements of Financial Position (continued)

As at June 30, 2017 and December 31, 2016 (unaudited)

	2017	2016
Founder Class - Initial Series	32,594,927	29,836,776
Founder Class - 2015 Series 4	-	55,418
Founder Class - 2015 Series 5	-	1,400,804
Founder Class - 2015 Series 6	-	371,074
Founder Class - 2015 Series 7	-	207,651
Founder Class - 2015 Series 8	-	131,525
Founder Class - 2015 Series 9	-	12,168
Founder Class - 2015 Series 10	-	111,537
Founder Class - 2015 Series 11	-	120,390
Founder Class - 2016 Series 1	-	11,086
Founder Class - 2016 Series 2	-	24,031
Founder Class - 2016 Series 4	-	12,395
Founder Class - 2016 Series 8	-	821,845
Founder Class - 2016 Series 9	-	282,485
Founder Class - 2016 Series 11	-	131,749
Founder Class - 2016 Series 12	-	39,821
Founder Class - 2017 Series 4	4,164,692	-
<b>Total net assets attributable to holders of redeemable units</b>	<b>\$ 106,042,283</b>	<b>\$ 81,750,441</b>
Net assets attributable to holders of redeemable units per unit:		
Class A - Initial Series	\$ 16.78	\$ 16.60
Class A - 2015 Series 4	-	10.23
Class A - 2015 Series 5	-	10.52
Class A - 2015 Series 6	-	10.44
Class A - 2015 Series 7	-	10.47
Class A - 2015 Series 8	-	10.23
Class A - 2015 Series 9	-	10.86
Class A - 2015 Series 10	-	10.94
Class A - 2015 Series 11	-	10.66
Class A - 2015 Series 12	-	10.82
Class A - 2016 Series 2	-	11.17
Class A - 2016 Series 3	-	10.92
Class A - 2016 Series 4	-	10.62
Class A - 2016 Series 6	-	10.62
Class A - 2016 Series 7	-	10.37
Class A - 2016 Series 8	-	10.47
Class A - 2016 Series 9	-	10.49
Class A - 2016 Series 10	-	10.37
Class A - 2016 Series 11	-	10.54
Class A - 2016 Series 12	-	10.16
Class A - 2017 Series 3	9.68	-
Class A - 2017 Series 4	9.86	-
Class A - 2017 Series 5	9.69	-
Class A - 2017 Series 6	9.74	-
Class E - Initial Series	13.98	13.58
Class F - Initial Series	13.35	13.15
Class F - 2015 Series 4	-	10.41
Class F - 2015 Series 5	-	10.67
Class F - 2015 Series 6	-	10.54
Class F - 2015 Series 7	-	10.61
Class F - 2015 Series 8	-	10.37
Class F - 2015 Series 9	-	10.98
Class F - 2015 Series 10	-	10.94

# EHP ADVANTAGE FUND

Statements of Financial Position (continued)

As at June 30, 2017 and December 31, 2016 (unaudited)

	2017	2016
Class F - 2015 Series 11	-	10.87
Class F - 2015 Series 12	-	10.82
Class F - 2016 Series 1	-	10.94
Class F - 2016 Series 2	-	11.14
Class F - 2016 Series 3	-	11.00
Class F - 2016 Series 4	-	10.67
Class F - 2016 Series 5	-	10.85
Class F - 2016 Series 6	-	10.68
Class F - 2016 Series 7	-	10.63
Class F - 2016 Series 8	-	10.34
Class F - 2016 Series 9	-	10.40
Class F - 2016 Series 10	-	10.38
Class F - 2016 Series 11	-	10.56
Class F - 2016 Series 12	-	10.16
Class F - 2017 Series 3	9.71	-
Class F - 2017 Series 4	9.89	-
Class F - 2017 Series 5	9.66	-
Class F - 2017 Series 6	9.75	-
Class UF - Initial Series	13.95	14.19
Class UF - 2016 Series 9	-	13.92
Class UF - 2017 Series 3	12.63	-
Class UF - 2017 Series 4	12.92	-
Class UF - 2017 Series 5	12.55	-
Class UF - 2017 Series 6	12.82	-
Founder Class - Initial Series	18.46	18.15
Founder Class - 2015 Series 4	-	10.38
Founder Class - 2015 Series 5	-	10.66
Founder Class - 2015 Series 6	-	10.60
Founder Class - 2015 Series 7	-	10.38
Founder Class - 2015 Series 8	-	10.39
Founder Class - 2015 Series 9	-	11.06
Founder Class - 2015 Series 10	-	11.15
Founder Class - 2015 Series 11	-	10.94
Founder Class - 2016 Series 1	-	11.09
Founder Class - 2016 Series 2	-	11.44
Founder Class - 2016 Series 4	-	10.92
Founder Class - 2016 Series 8	-	10.41
Founder Class - 2016 Series 9	-	10.46
Founder Class - 2016 Series 11	-	10.63
Founder Class - 2016 Series 12	-	9.96
Founder Class - 2017 Series 4	9.88	-

See accompanying notes to financial statements.

Approved by Edgehill Partners, Investment Manager,  
on behalf of the Fund:



Chief Financial Officer

# EHP ADVANTAGE FUND

## Statements of Comprehensive Income

For the six months period ended June 30, 2017 and 2016 (unaudited)

	2017	2016
Income:		
Dividend income	\$ 1,543,848	\$ 1,287,443
Interest for distribution purposes	54,635	44,848
Other income	43,852	-
Net foreign currency gains	363,104	1,943,763
Net gains on financial assets and liabilities at fair value through profit or loss:		
Net realized gains on financial assets and liabilities at fair value through profit or loss (note 3)	2,594,522	832,827
Net change in unrealized appreciation (depreciation) on financial assets and liabilities at fair value through profit or loss (note 3)	(990,358)	552,599
	<u>3,609,603</u>	<u>4,661,480</u>
Operating expenses:		
Management fees (note 6)	617,829	482,104
Dividends paid on investments sold short	463,126	501,852
Performance fees (note 6)	465,119	55,875
Commissions and other portfolio transaction costs	361,833	599,466
Interest and stock loan fees	281,935	215,566
Withholding taxes	152,698	102,316
Administration fee	83,980	41,345
Other fees	35,282	35,900
Audit and tax fees	12,891	12,091
	<u>2,474,693</u>	<u>2,046,515</u>
<b>Increase in net assets attributable to holders of redeemable units</b>	<b>\$ 1,134,910</b>	<b>\$ 2,614,965</b>

See accompanying notes to financial statements.

# EHP ADVANTAGE FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months period ended June 30, 2017 and 2016 (unaudited)

	Net assets attributable to holders of redeemable units, beginning of period		Increase (decrease) in net assets attributable to holders of redeemable units		Unit Transactions			Net assets attributable to holders of redeemable units, end of period						
					Proceeds from redeemable units issued	Redemption of redeemable units	Transfer In / Transfer Out	Redesignation of redeemable units						
2017														
Class A - Initial Series	\$	3,608,142	\$	74,276	\$	-	\$	(221,310)	\$	(502,610)	\$	4,848,420	\$	7,806,918
Class A - 2015 Series 4		1,008,279		-		-		-		(1,008,279)		-		-
Class A - 2015 Series 5		292,700		-		-		-		(292,700)		-		-
Class A - 2015 Series 6		701,499		-		-		-		(701,499)		-		-
Class A - 2015 Series 7		168,528		-		-		-		(168,528)		-		-
Class A - 2015 Series 8		420,331		-		-		-		(420,331)		-		-
Class A - 2015 Series 9		84,925		-		-		-		(84,925)		-		-
Class A - 2015 Series 10		109,221		-		-		-		(109,221)		-		-
Class A - 2015 Series 11		160,370		-		-		-		(160,370)		-		-
Class A - 2015 Series 12		54,093		-		-		-		(54,093)		-		-
Class A - 2016 Series 2		44,661		-		-		-		(44,661)		-		-
Class A - 2016 Series 3		255,082		-		-		-		(255,082)		-		-
Class A - 2016 Series 4		112,648		-		-		-		(112,648)		-		-
Class A - 2016 Series 6		84,241		-		-		-		(84,241)		-		-
Class A - 2016 Series 7		51,862		-		-		-		(51,862)		-		-
Class A - 2016 Series 8		157,049		-		-		-		(157,049)		-		-
Class A - 2016 Series 9		195,701		-		-		-		(195,701)		-		-
Class A - 2016 Series 10		51,854		-		-		-		(51,854)		-		-
Class A - 2016 Series 11		67,342		-		-		-		(67,342)		-		-
Class A - 2016 Series 12		322,171		-		-		-		(322,171)		-		-
Class A - 2017 Series 1		-		2,416		100,725		-		(103,141)		-		-
Class A - 2017 Series 2		-		1,979		400,740		-		(402,719)		-		-
Class A - 2017 Series 3		-		(2,930)		105,000		-		-		-		102,070
Class A - 2017 Series 4		-		(3,958)		286,500		-		-		-		282,542
Class A - 2017 Series 5		-		(5,920)		250,000		-		-		-		244,080
Class A - 2017 Series 6		-		(2,488)		171,689		-		-		-		169,201
Class E - Initial Series		6,402,341		255,681		114,500		-		2,462,427		-		9,234,949
Class F - Initial Series		7,004,898		389,549		-		(1,079,934)		-		29,422,116		35,736,629
Class F - 2015 Series 4		548,949		-		-		-		(548,949)		-		-
Class F - 2015 Series 5		1,575,623		-		-		-		(1,575,623)		-		-
Class F - 2015 Series 6		2,667,852		-		-		-		(2,667,852)		-		-
Class F - 2015 Series 7		1,445,309		-		-		-		(1,445,309)		-		-
Class F - 2015 Series 8		2,282,575		-		-		-		(2,282,575)		-		-
Class F - 2015 Series 9		802,972		-		-		-		(802,972)		-		-



# EHP ADVANTAGE FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months period ended June 30, 2017 and 2016 (unaudited)

	Net assets attributable to holders of redeemable units, beginning of period	Increase (decrease) in net assets attributable to holders of redeemable units	Unit Transactions				Net assets attributable to holders of redeemable units, end of period
			Proceeds from redeemable units issued	Redemption of redeemable units	Transfer In / Transfer Out	Redesignation of redeemable units	
2017							
Class F - 2015 Series 10	360,785	-	-	-	-	(360,785)	-
Class F - 2015 Series 11	762,261	-	-	-	-	(762,261)	-
Class F - 2015 Series 12	542,259	-	-	-	-	(542,259)	-
Class F - 2016 Series 1	530,686	-	-	-	-	(530,686)	-
Class F - 2016 Series 2	1,088,308	-	-	-	-	(1,088,308)	-
Class F - 2016 Series 3	156,717	-	-	-	-	(156,717)	-
Class F - 2016 Series 4	440,456	-	-	-	-	(440,456)	-
Class F - 2016 Series 5	510,996	-	-	-	-	(510,996)	-
Class F - 2016 Series 6	638,566	-	-	-	-	(638,566)	-
Class F - 2016 Series 7	1,688,950	-	-	(21,000)	-	(1,667,950)	-
Class F - 2016 Series 8	1,029,140	-	-	-	-	(1,029,140)	-
Class F - 2016 Series 9	1,175,146	-	-	-	-	(1,175,146)	-
Class F - 2016 Series 10	1,452,488	-	-	-	-	(1,452,488)	-
Class F - 2016 Series 11	2,348,230	-	-	-	-	(2,348,230)	-
Class F - 2016 Series 12	4,447,786	125,533	-	(436,330)	-	(4,136,989)	-
Class F - 2017 Series 1	-	65,522	2,136,122	-	159,071	(2,360,715)	-
Class F - 2017 Series 2	-	12,999	831,000	-	53,143	(897,142)	-
Class F - 2017 Series 3	-	(79,346)	3,676,441	(4,096)	-	-	3,592,999
Class F - 2017 Series 4	-	(9,959)	1,665,227	(6,025)	26,908	-	1,676,151
Class F - 2017 Series 5	-	(35,734)	1,826,235	(1,280)	-	-	1,789,221
Class F - 2017 Series 6	-	(100,502)	7,639,162	-	-	-	7,538,660
Class UF - Initial Series	76,623	(7,671)	-	-	-	307,600	376,552
Class UF - 2016 Series 9	249,071	-	-	-	-	(249,071)	-
Class UF - 2017 Series 2	-	2,146	56,384	-	-	(58,530)	-
Class UF - 2017 Series 3	-	(10,019)	184,686	-	-	-	174,667
Class UF - 2017 Series 4	-	(8,313)	234,465	-	-	-	226,152
Class UF - 2017 Series 5	-	(6,656)	82,040	-	-	-	75,384
Class UF - 2017 Series 6	-	(8,851)	265,340	-	-	-	256,489
Founder Class - Initial Series	29,836,776	519,950	-	(1,095,084)	(2,455,571)	5,788,856	32,594,927
Founder Class - 2015 Series 4	55,418	-	-	-	-	(55,418)	-
Founder Class - 2015 Series 5	1,400,804	-	-	-	-	(1,400,804)	-
Founder Class - 2015 Series 6	371,074	-	-	-	-	(371,074)	-
Founder Class - 2015 Series 7	207,651	-	-	-	-	(207,651)	-
Founder Class - 2015 Series 8	131,525	-	-	-	-	(131,525)	-

# EHP ADVANTAGE FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months period ended June 30, 2017 and 2016 (unaudited)

	Net assets attributable to holders of redeemable units, beginning of period	Increase (decrease) in net assets attributable to holders of redeemable units	Unit Transactions				Net assets attributable to holders of redeemable units, end of period
			Proceeds from redeemable units issued	Redemption of redeemable units	Transfer In / Transfer Out	Redesignation of redeemable units	
2017							
Founder Class - 2015 Series 9	12,168	-	-	-	-	(12,168)	-
Founder Class - 2015 Series 10	111,537	-	-	-	-	(111,537)	-
Founder Class - 2015 Series 11	120,390	-	-	-	-	(120,390)	-
Founder Class - 2016 Series 1	11,086	-	-	-	-	(11,086)	-
Founder Class - 2016 Series 2	24,031	-	-	-	-	(24,031)	-
Founder Class - 2016 Series 4	12,395	-	-	-	-	(12,395)	-
Founder Class - 2016 Series 8	821,845	-	-	-	-	(821,845)	-
Founder Class - 2016 Series 9	282,485	-	-	-	-	(282,485)	-
Founder Class - 2016 Series 11	131,749	-	-	-	-	(131,749)	-
Founder Class - 2016 Series 12	39,821	1,206	-	-	-	(41,027)	-
Founder Class - 2017 Series 1	-	16,395	677,230	-	-	(693,625)	-
Founder Class - 2017 Series 2	-	1,139	1,102,279	-	256,632	(1,360,050)	-
Founder Class - 2017 Series 4	-	(51,534)	4,216,226	-	-	-	4,164,692
	\$ 81,750,441	\$ 1,134,910	\$ 26,021,991	\$ (2,865,059)	\$ -	\$ -	\$ 106,042,283

# EHP ADVANTAGE FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued) (continued)

For the six months period ended June 30, 2017 and 2016 (unaudited)

2016	Net assets attributable to holders of redeemable units, beginning of period	Increase (decrease) in net assets attributable to holders of redeemable units	Unit Transactions				Net assets attributable to holders of redeemable units, end of period
			Proceeds from redeemable units issued	Redemption of redeemable units	Transfer In / Transfer Out	Redesignation of redeemable units	
Class A - Initial Series	\$ 5,175,985	\$ 183,422	\$ -	\$ (157,194)	\$ (191,383)	\$ -	\$ 5,010,830
Class A - 2015 Series 4	1,129,053	40,591	-	(48,562)	-	-	1,121,082
Class A - 2015 Series 5	313,841	10,930	-	(48,510)	-	-	276,261
Class A - 2015 Series 6	692,310	25,848	-	(33,973)	-	-	684,185
Class A - 2015 Series 7	379,705	14,571	-	-	-	-	394,276
Class A - 2015 Series 8	495,380	19,011	-	-	-	-	514,391
Class A - 2015 Series 9	157,714	4,950	-	-	-	-	162,664
Class A - 2015 Series 10	160,380	4,886	-	-	-	-	165,266
Class A - 2015 Series 11	146,403	5,161	-	-	-	-	151,564
Class A - 2015 Series 12	49,551	1,571	-	-	-	-	51,122
Class A - 2016 Series 2	-	2,209	40,000	-	-	-	42,209
Class A - 2016 Series 3	-	6,075	235,000	-	-	-	241,075
Class A - 2016 Series 4	-	1,462	130,000	(25,000)	-	-	106,462
Class A - 2016 Series 6	-	615	79,000	-	-	-	79,615
Class E - Initial Series	5,612,238	284,990	996	(132,588)	120,805	-	5,886,441
Class F - Initial Series	11,265,476	268,661	-	(3,678,268)	-	-	7,855,869
Class F - 2015 Series 4	531,473	21,473	-	(39,969)	-	-	512,977
Class F - 2015 Series 5	1,574,323	63,427	-	(86,804)	-	-	1,550,946
Class F - 2015 Series 6	2,444,362	106,198	-	(18,710)	-	-	2,531,850
Class F - 2015 Series 7	1,650,498	68,773	-	(79,839)	-	-	1,639,432
Class F - 2015 Series 8	3,089,785	98,837	-	(709,258)	-	-	2,479,364
Class F - 2015 Series 9	883,811	23,595	-	(145,688)	-	-	761,718
Class F - 2015 Series 10	355,108	12,256	-	(23,211)	-	-	344,153
Class F - 2015 Series 11	724,101	26,967	-	(19,999)	-	-	731,069
Class F - 2015 Series 12	574,083	17,807	-	(61,316)	-	-	530,574
Class F - 2016 Series 1	-	23,941	475,385	-	-	-	499,326
Class F - 2016 Series 2	-	48,622	980,976	-	-	-	1,029,598
Class F - 2016 Series 3	-	4,604	148,000	-	-	-	152,604
Class F - 2016 Series 4	-	7,271	371,400	(10,141)	70,578	-	439,108
Class F - 2016 Series 5	-	3,681	485,250	-	-	-	488,931
Class F - 2016 Series 6	-	3,452	603,400	-	-	-	606,852

# EHP ADVANTAGE FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued) (continued)

For the six months period ended June 30, 2017 and 2016 (unaudited)

2016	Net assets attributable to holders of redeemable units, beginning of period	Increase (decrease) in net assets attributable to holders of redeemable units	Unit Transactions				Net assets attributable to holders of redeemable units, end of period
			Proceeds from redeemable units issued	Redemption of redeemable units	Transfer In / Transfer Out	Redesignation of redeemable units	
Founder Class - Initial Series	31,137,660	1,090,004	-	(4,099,913)	-	-	28,127,751
Founder Class - 2015 Series 4	49,597	2,049	-	-	-	-	51,646
Founder Class - 2015 Series 5	1,258,036	51,844	-	-	-	-	1,309,880
Founder Class - 2015 Series 6	332,868	13,747	-	-	-	-	346,615
Founder Class - 2015 Series 7	185,784	7,672	-	-	-	-	193,456
Founder Class - 2015 Series 8	117,871	4,867	-	-	-	-	122,738
Founder Class - 2015 Series 9	10,969	409	-	-	-	-	11,378
Founder Class - 2015 Series 10	100,615	3,682	-	-	-	-	104,297
Founder Class - 2015 Series 11	843,457	32,757	-	-	-	-	876,214
Founder Class - 2016 Series 1	-	366	10,000	-	-	-	10,366
Founder Class - 2016 Series 2	-	1,471	21,000	-	-	-	22,471
Founder Class - 2016 Series 4	-	240	11,350	-	-	-	11,590
	\$ 71,442,437	\$ 2,614,965	\$ 3,591,757	\$ (9,418,943)	\$ -	\$ -	\$ 68,230,216

See accompanying notes to financial statements.

# EHP ADVANTAGE FUND

## Statements of Cash Flows

For the six months period ended June 30, 2017 and 2016 (unaudited)

	2017	2016
Cash flow from operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 1,134,910	\$ 2,614,965
Adjustments for:		
Net realized gains on financial assets and liabilities at fair value through profit or loss (note 3)	(2,594,522)	(832,827)
Net change in unrealized (appreciation) depreciation on financial assets and liabilities at fair value through profit or loss (note 3)	990,358	(552,599)
	(469,254)	1,229,539
Change in non-cash balances:		
Purchases of investments	(359,820,765)	(304,965,175)
Cost of investments purchased to cover short positions	(129,681,334)	(220,398,274)
Proceeds from sale of investments	329,180,137	288,329,444
Proceeds from investments sold short	150,186,036	225,951,474
Net (increase) decrease in dividends receivable	56,395	(33,788)
Net (increase) decrease in interest receivable	(6,151)	1,139
Net increase in other receivable	(8,287)	-
Net increase in prepaid expenses	(9,200)	(4,075)
Net increase (decrease) in performance fees payable (note 6)	(523,626)	19,179
Net decrease in accounts payable and accrued liabilities	(3,851)	(25,679)
Net increase (decrease) in management fees payable (note 6)	16,356	(9,916)
Net increase (decrease) in dividends payable	37,232	(51,916)
Net increase in interest payable	19,298	13,618
Net cash used in operating activities	(11,027,014)	(9,944,430)
Cash flows from financing activities:		
Proceeds from issuance of redeemable units (note 5)	26,021,991	3,591,757
Payment on redemption of redeemable units (note 5)	(2,865,059)	(9,703,140)
Net cash provided by (used in) financing activities	23,156,932	(6,111,383)
Net increase (decrease) in cash	12,129,918	(16,055,813)
Cash (bank margin), beginning of period	(2,043,865)	17,943,430
Net cash, end of period	\$ 10,086,053	\$ 1,887,617
Supplemental cash flow information:		
Interest paid	\$ 148,952	\$ 105,117
Interest received	48,484	45,987
Dividends received, net of withholding taxes	1,447,545	1,151,339
Dividends paid	425,894	553,768

See accompanying notes to financial statements.

# EHP ADVANTAGE FUND

## Schedule of Investments

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
<b>Investments - long</b>				
Canadian equities:				
130,820	Advantage Oil & Gas Ltd.	1,125,842	1,147,291	1.09
465,900	Aimia Inc.	1,408,274	806,007	0.77
18,220	Amaya Inc.	442,107	422,340	0.41
34,640	Arc Resources Ltd.	609,877	587,494	0.56
3,770	Bank of Montreal	309,055	358,979	0.35
4,010	Bank of Nova Scotia	265,820	312,820	0.29
5,630	BCE Inc.	312,478	328,792	0.31
25,450	Blackberry Ltd.	325,544	329,832	0.31
427,500	Bonavista Energy Corp.	1,323,249	1,158,525	1.09
57,210	BRP Inc.	1,694,489	2,173,410	2.05
2,260	Canadian Imperial Bank of Commerce	229,356	238,181	0.22
13,660	Canadian National Railway Co.	1,140,274	1,435,529	1.35
93,290	Canfor Corp.	1,569,431	1,827,551	1.72
9,100	CCL Industries Inc., Class B	598,230	597,051	0.56
71,240	Celestica Inc.	1,155,245	1,255,249	1.18
22,110	Chartwell Retirement Residences REIT	338,525	342,484	0.32
23,440	CI Financial Corp.	697,404	647,882	0.61
6,860	Cineplex Inc.	332,749	362,620	0.34
15,560	Cogeco Communications Inc.	1,023,873	1,232,508	1.16
26,140	Colliers International Group Inc.	1,691,907	1,916,062	1.81
17,080	Cominar REIT	246,082	217,087	0.20
42,660	ECN Capital Corp.	156,743	170,640	0.16
9,170	Emera Inc.	431,905	442,086	0.42
27,060	Empire Company Ltd., Class A	568,018	598,567	0.56
98,720	Enerplus Corp.	1,048,323	1,038,534	0.98
12,360	First Capital Realty Inc.	253,444	244,234	0.23
4,240	FirstService Corp.	327,634	352,810	0.33
28,020	Genworth MI Canada Inc.	987,678	999,754	0.94
3,540	George Weston Ltd.	382,344	415,561	0.39
47,070	Great Canadian Gaming Corp.	1,081,904	1,124,032	1.06
7,700	Great-West Lifeco Inc.	264,368	270,655	0.26
12,220	H&R REIT	269,671	269,084	0.25
11,880	Hydro One Ltd.	286,504	275,972	0.26
22,200	Imperial Oil Ltd.	863,731	839,160	0.79
3,510	Intact Financial Corp.	328,751	343,840	0.32
529,000	Integra Gold Corp.	481,763	502,550	0.47
94,720	Interfor Corp.	1,584,174	1,759,898	1.66
436,800	iShares Canadian S&P/TSX Capped Energy Index ETF	4,819,278	4,778,592	4.51
50,000	Jamieson Wellness Inc.	787,500	787,500	0.74
3,980	Kinaxis Inc.	304,338	321,345	0.30
12,680	Linamar Corp.	781,151	810,506	0.76
4,660	Loblaw Companies Ltd.	317,150	336,172	0.32
17,910	Magna International Inc., Class A	1,102,808	1,075,854	1.01
152,760	Martinrea International Inc.	1,432,771	1,617,728	1.53
1,622,800	Merus Labs International Inc.	2,609,991	2,661,392	2.51
6,580	Metro Inc., Class A	272,095	280,834	0.26
19,460	New Flyer Industries Inc.	1,083,956	1,055,510	1.00
27,770	Norbord Inc.	1,101,837	1,121,075	1.06
155,270	Nuvista Energy Ltd.	1,028,012	1,017,019	0.96
56,450	Parex Resources Inc.	983,800	832,638	0.79
6,860	Power Financial Corp.	236,056	228,232	0.22
6,240	Premium Brands Holdings Corp.	539,241	580,570	0.55
43,400	Quantum International Income Corp., Subscription Receipt	-	-	-
7,240	Restaurant Brands International Ltd.	597,617	587,454	0.55

# EHP ADVANTAGE FUND

Schedule of Investments (continued)

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
45,200	RioCan REIT	1,100,878	1,087,964	1.03
6,860	Rogers Communications Inc., Class B	376,347	420,175	0.40
3,770	Royal Bank of Canada	355,060	354,078	0.33
9,810	Shaw Communications Inc., Class B	262,427	277,525	0.26
11,790	Sierra Wireless Inc.	457,305	429,392	0.40
10,400	Smart REIT	338,793	334,048	0.32
7,970	Telus Corp.	333,089	356,817	0.34
11,020	The North West Company Inc.	331,936	344,485	0.32
6,320	Thomson Reuters Corp.	334,130	379,453	0.36
3,770	Toronto-Dominion Bank	214,311	245,616	0.23
58	Total Energy Services Inc.	734	771	-
73,100	Transcontinental Inc., Class A	1,604,478	1,878,670	1.77
31,230	West Fraser Timber Co. Ltd.	1,580,606	1,916,897	1.81
629,140	Western Forest Products Inc.	1,253,885	1,472,188	1.39
105,490	Whitecap Resources Inc.	994,091	976,837	0.92
	<b>Total Candian equities</b>	<b>54,236,909</b>	<b>56,498,683</b>	<b>53.28</b>
	<b>United States equities:</b>			
490	3M Co.	109,191	132,250	0.13
590	AAON Inc.	85,892	101,690	0.11
2,110	AFLAC Inc.	196,556	212,486	0.20
5,110	Alaska Air Group Inc.	521,482	594,624	0.56
7,050	Allstate Corp.	700,524	808,308	0.76
200	Alphabet Inc., Class A	214,724	241,047	0.23
200	Alphabet Inc., Class C	208,807	235,616	0.22
2,160	Altria Group Inc.	182,036	208,533	0.20
220	Amazon.com Inc.	249,948	276,081	0.26
3,410	AmerisourceBergen Corp.	369,198	417,891	0.39
5,340	Amphenol Corp., Class A	490,552	511,039	0.48
15,140	AngioDynamics Inc.	329,173	318,162	0.30
2,450	Anthem Inc.	598,708	597,535	0.56
5,140	Apple Inc.	933,312	959,677	0.90
16,830	Applied Materials Inc.	903,894	901,319	0.85
18,280	Archrock, Inc.	327,454	270,159	0.25
2,410	Arthur J. Gallagher & Co.	172,823	178,868	0.17
3,010	AT&T Inc.	155,412	147,229	0.14
4,320	Automatic Data Processing Inc.	568,480	573,822	0.54
10,440	Bank of America Corp.	316,366	328,345	0.31
4,840	Bank of New York Mellon Corp.	312,293	320,129	0.30
590	Berkshire Hathaway Inc., Class B	103,450	129,547	0.12
6,100	Best Buy Company Inc.	315,628	453,368	0.43
1,400	Biogen Inc.	478,588	492,508	0.46
2,770	Boeing Co.	524,023	710,126	0.67
10,010	Borg Warner Inc.	585,815	549,704	0.52
1,010	Broadcom Ltd.	306,794	305,147	0.29
16,810	Brookline Bancorp Inc.	333,425	318,170	0.30
25,790	Career Education Corp.	337,852	320,968	0.30
7,620	Central Garden & Pet Co.	342,040	314,040	0.30
8,080	Central Garden & Pet Co., Class A	341,546	314,457	0.30
5,890	Charles Schwab Corp.	331,412	328,034	0.31
1,030	Chubb Ltd.	161,604	194,125	0.18
2,720	CIGNA Corp.	594,873	590,252	0.56
2,020	Cincinnati Financial Corp.	195,242	189,727	0.18
4,090	Citigroup Inc.	333,412	354,616	0.33
1,010	Clorox Co.	175,111	174,460	0.16
2,890	CMS Energy Corp.	171,121	173,280	0.16
2,160	Coca-Cola Co.	122,381	125,590	0.12

# EHP ADVANTAGE FUND

Schedule of Investments (continued)

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
1,340	Colgate Palmolive Co.	122,929	128,777	0.12
13,890	Comcast Corp., Class A	719,867	700,832	0.66
480	Costco Wholesale Corp.	95,707	99,520	0.09
13,920	CSRA Inc.	556,816	572,957	0.54
2,740	Cummins Inc.	566,081	576,228	0.54
18,020	Cytokinetics Inc.	335,117	282,670	0.27
5,490	Delphi Automotive PLC	487,140	623,826	0.59
2,930	Dorman Products Inc.	330,689	314,398	0.30
1,550	Dr. Pepper Snapple Group Inc.	181,009	183,078	0.17
1,160	DTE Energy Co.	166,530	159,090	0.15
6,800	DXP Enterprises Inc.	330,725	304,135	0.29
18,890	E*Trade Financial Corp.	899,781	931,317	0.88
3,310	Eagle Pharmaceutical Inc.	329,860	338,524	0.32
950	Ecolab Inc.	160,292	163,492	0.15
3,310	EnerSys, Class 1	333,398	310,889	0.29
18,300	Enova International, Inc.	334,164	352,303	0.33
860	EOG Resources Inc.	111,473	100,921	0.10
4,410	Estee Lauder Companies Inc., Class A	566,825	548,730	0.52
3,370	Evercore Partners Inc., Class A	338,610	308,005	0.29
2,920	Fidelity National Information Services Inc.	301,044	323,281	0.30
6,420	Financial Engines Inc.	334,905	304,618	0.29
38,900	First Bancorp	329,099	291,989	0.28
9,100	First Financial Bancrop	330,267	326,784	0.31
1,050	Fiserv Inc.	162,764	166,532	0.16
6,340	FLIR Systems, Inc.	306,350	284,877	0.27
37,150	Ford Motor Co.	580,726	538,925	0.51
10,320	Franklin Resources Inc.	511,932	599,239	0.57
13,960	Gap Inc.	437,202	397,969	0.38
1,400	General Dynamics Corp.	338,046	359,544	0.34
4,280	General Electric Co.	169,985	149,867	0.14
11,180	General Motors Co.	468,217	506,267	0.48
4,370	Gilead Sciences Inc.	447,531	400,988	0.38
500	Goldman Sachs Group Inc.	150,955	143,836	0.14
9,780	H&R Block Inc.	402,885	391,901	0.37
6,030	Haemonetics Corp.	337,156	308,705	0.29
5,250	Hancock Holding Co.	328,265	333,499	0.31
1,470	Home Depot Inc.	305,250	292,336	0.28
950	Honeywell International Inc.	158,804	164,157	0.15
1,830	Humana Inc.	579,623	570,850	0.54
1,250	Huntington Ingalls Industries Inc.	339,284	301,672	0.28
760	Illinois Tool Works Inc.	118,956	141,139	0.13
4,630	Innophos Holdings Inc.	319,411	263,142	0.25
5,940	Insight Enterprises Inc.	336,256	307,948	0.29
4,630	Installed Building Products Inc.	339,764	317,823	0.30
4,150	IntercontinentalExchange Inc.	327,114	354,654	0.33
24,800	iShares Barclays 20+ Year Treasury Bond ETF	4,216,022	4,022,698	3.79
85,430	iShares iBoxx High Yield Corp Bond ETF	9,979,350	9,789,321	9.23
8,500	Jabil Inc.	337,564	321,656	0.30
2,780	John Bean Technologies Corp.	327,864	353,191	0.33
1,340	Johnson & Johnson	196,545	229,811	0.22
2,790	JP Morgan Chase & Co.	314,732	330,590	0.31
13,710	KeyCorp Inc.	324,847	333,078	0.31
1,010	Kimberly Clark Corp.	165,904	169,052	0.16
5,110	KLA-Tencor Corp.	495,998	606,218	0.57
5,050	Kohls Corp.	287,901	253,166	0.24
1,060	Kraft Heinz Co.	128,816	117,685	0.11
3,370	Lam Research Corp.	632,147	617,889	0.58



# EHP ADVANTAGE FUND

Schedule of Investments (continued)

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
6,910	LegacyTexas Financial Group Inc.	329,837	341,573	0.32
7,940	LeMaitre Vascular, Inc.	332,482	321,360	0.30
9,390	Leucadia National Corp.	327,702	318,451	0.30
1,260	Lockheed Martin Corp.	415,324	453,466	0.43
7,080	Loews Corp.	417,389	429,646	0.41
1,470	M&T Bank Corp.	311,389	308,629	0.29
5,290	Marsh & McLennan Companies Inc.	501,999	534,646	0.50
2,650	Masimo Corp.	330,905	313,245	0.30
2,100	Mastercard Inc., Class A	288,909	330,640	0.31
1,530	McCormick & Company Inc.	177,168	193,410	0.18
850	McDonald's Corp.	146,305	168,773	0.16
2,070	McKesson Corp.	392,117	441,551	0.42
3,670	Merck & Company Inc.	303,795	304,927	0.29
7,940	Mercury Computer Systems Inc.	340,498	433,250	0.41
11,210	Michael Kors Holdings Ltd.	550,729	526,808	0.50
3,760	Microsoft Corp.	326,517	335,997	0.32
8,260	Monarch Casino & Resort, Inc.	338,478	323,925	0.31
5,550	Morgan Stanley	314,418	320,610	0.30
6,400	MYR Group	320,558	257,372	0.24
7,770	National Bank Holdings Corp., Class A	335,613	333,518	0.31
5,940	NCR Corp.	335,370	314,493	0.30
12,370	NetApp Inc.	552,274	642,261	0.61
32,830	Newpark Resources Inc.	330,898	312,822	0.29
7,190	NIKE Inc., Class B	485,652	549,946	0.52
2,040	Nordson Corp.	335,680	320,850	0.30
6,750	Nordstrom Inc.	433,317	418,546	0.39
1,870	Norfolk Southern Corp.	305,367	295,033	0.28
2,870	Northern Trust Corp.	332,492	361,686	0.34
2,190	Northrop Grumman Corp.	647,427	728,829	0.69
3,280	NuVasive Inc.	328,733	327,079	0.31
4,940	Omnicom Group Inc.	543,903	530,910	0.50
24,350	Orion Marine Group Inc.	321,805	235,808	0.22
2,020	Paychex Inc.	142,803	149,110	0.14
1,140	Pepsico Inc.	154,950	170,682	0.16
2,110	PG&E Corp.	179,796	181,549	0.17
1,970	PNC Financial Services Group Inc.	315,848	318,906	0.30
2,070	Pool Corp.	337,045	315,505	0.30
7,990	Principal Financial Group Inc.	525,317	663,652	0.63
4,160	Procter and Gamble Co.	487,526	470,002	0.44
25,680	Progenics Pharmaceuticals Inc.	313,145	226,050	0.21
3,800	Progressive Corp.	192,806	217,201	0.20
2,200	Prudential Financial Inc.	296,339	308,424	0.29
4,620	PTC Inc.	327,499	330,134	0.31
4,260	Ralph Lauren Corp., Class A	480,478	407,573	0.38
3,180	Raymond James Financial Inc.	322,823	330,711	0.31
6,060	Republic Services Inc.	467,478	500,675	0.47
8,960	Robert Half International Inc.	568,884	556,743	0.53
2,770	Rockwell Automation Inc.	558,739	581,603	0.55
5,490	Ross Stores Inc.	493,152	410,878	0.39
5,230	S&P Global Inc.	950,851	989,837	0.93
5,910	Scripps Networks Interactive Inc., Class A	579,525	523,372	0.49
9,630	Seagate Technology PLC	494,507	483,768	0.46
8,420	Select Comfort Corp.	333,748	387,398	0.37
2,160	Southern Co.	146,872	134,075	0.13
202,900	SPDR Bloomberg Barclays High Yield Bond ETF	9,978,834	9,785,072	9.23
10,110	SPX Corp.	329,996	329,762	0.31

# EHP ADVANTAGE FUND

Schedule of Investments (continued)

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
2,950	State Street Corp.	315,565	343,162	0.32
1,330	SVB Financial Group	323,591	303,099	0.29
3,240	Synopsys, Inc.	328,151	306,331	0.29
5,730	Target Corp.	429,459	388,430	0.37
5,500	TE Connectivity Ltd.	579,418	561,004	0.53
2,950	Texas Capital Bancshares Inc.	321,227	296,007	0.28
9,650	Texas Instruments Inc.	853,072	962,414	0.91
4,950	Textron Inc.	306,692	302,249	0.29
2,240	The Children's Place, Inc.	325,456	296,492	0.28
11,590	The Goodyear Tire & Rubber Co.	551,034	525,284	0.50
5,740	The Greenbrier Companies Inc.	342,095	344,162	0.32
5,110	TJX Companies Inc.	516,202	478,098	0.45
1,160	Travelers Companies Inc.	178,921	190,279	0.18
9,240	Trinity Industries Inc.	338,546	335,764	0.32
2,110	Union Pacific Corp.	295,718	297,913	0.28
1,010	United Parcel Service Inc., Class B	149,265	144,803	0.14
1,030	United Technologies Corp.	151,861	163,053	0.15
4,040	UnitedHealth Group Inc.	881,127	971,129	0.92
1,570	Verisk Analytics, Inc.	174,675	171,722	0.16
2,020	Verizon Communications Inc.	133,199	116,952	0.11
9,770	Viacom Inc., Class B	553,907	425,192	0.40
5,520	Viad Corp.	340,606	338,127	0.32
13,710	Vicor Corp.	349,690	318,148	0.30
5,250	Walker & Dunlop Inc.	339,494	332,342	0.31
1,490	Wal-Mart Stores Inc.	158,783	146,186	0.14
1,030	Walt Disney Co.	149,545	141,875	0.13
5,440	Waste Management Inc.	521,011	517,295	0.49
2,160	Western Digital Corp.	265,721	248,100	0.23
4,440	WestRock Co.	324,068	326,136	0.31
1,210	Williams Companies Inc.	45,809	47,499	0.04
3,580	Wintrust Financial Corp.	329,071	354,767	0.33
	<b>Total United States equities</b>	<b>88,444,626</b>	<b>88,556,274</b>	<b>83.51</b>
	<b>United States bonds:</b>			
1,011,100	American Hotel Income Properties REIT 5% June 30, 2022	\$ 1,360,151	\$ 1,303,974	1.23
	<b>Total investments - long</b>	<b>\$ 144,041,686</b>	<b>\$ 146,358,931</b>	<b>138.02</b>
	<b>Investments - short</b>			
	<b>Canadian equities:</b>			
(24,140)	Aecon Group Inc.	(380,728)	(389,620)	(0.37)
(6,530)	Air Canada Inc.	(91,877)	(113,491)	(0.11)
(24,470)	Alaris Royalty Corp.	(490,506)	(563,544)	(0.53)
(150,010)	Baytex Energy Corp.	(640,842)	(472,532)	(0.45)
(71,610)	Birchcliff Energy Ltd.	(481,691)	(437,537)	(0.41)
(17,580)	Boralex Inc., Class A	(381,118)	(386,057)	(0.36)
(8,370)	Brookfield Asset Management Inc., Class A	(403,543)	(425,698)	(0.40)
(8,260)	Brookfield Renewable Partners LP	(320,635)	(341,551)	(0.32)
(24,960)	Cameco Corp.	(360,808)	(294,778)	(0.28)
(18,740)	Canadian Western Bank	(490,746)	(513,101)	(0.48)
(37,600)	Cenovus Energy Inc.	(506,665)	(359,456)	(0.34)
(56,540)	CES Energy Solutions Corp.	(396,669)	(326,801)	(0.31)
(20,300)	Chemtrade Logistics Income Fund	(369,408)	(369,257)	(0.35)
(46,240)	Crescent Point Energy Corp.	(632,501)	(458,701)	(0.43)

# EHP ADVANTAGE FUND

Schedule of Investments (continued)

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
(88,960)	Crew Energy Inc.	(442,637)	(356,730)	(0.34)
(69,940)	DHX Media Ltd.	(421,811)	(401,456)	(0.38)
(19,690)	Dream Office REIT	(381,994)	(384,940)	(0.36)
(113,100)	Eldorado Gold Corp.	(381,816)	(387,933)	(0.37)
(94,610)	Element Fleet Management Corp.	(954,318)	(842,029)	(0.79)
(7,390)	Enbridge Inc.	(374,747)	(381,767)	(0.36)
(9,560)	Exchange Income Corp.	(340,113)	(316,054)	(0.30)
(22,100)	Exchange Income Corp.	(679,316)	(730,626)	(0.69)
(80,620)	First Quantum Minerals Ltd.	(984,727)	(873,115)	(0.82)
(37,400)	Freehold Royalties Ltd.	(477,201)	(488,070)	(0.46)
(20,400)	Gibson Energy Inc.	(370,952)	(341,904)	(0.32)
(157,160)	Gran Tierra Energy Inc.	(520,744)	(452,621)	(0.43)
(82,580)	HudBay Minerals Inc.	(629,040)	(619,350)	(0.58)
(9,060)	Hudson's Bay Co.	(83,643)	(104,824)	(0.10)
(9,870)	Imperial Oil Ltd.	(389,315)	(373,086)	(0.35)
(27,480)	Innergex Renewable Energy Inc.	(386,242)	(391,865)	(0.37)
(68,600)	iShares Canadian S&P/TSX Capped REIT Index ETF	(1,123,274)	(1,107,890)	(1.04)
(107,230)	Ivanhoe Mines Ltd.	(423,538)	(447,149)	(0.42)
(6,650)	Labrador Iron Ore Royalty Corp.	(121,451)	(104,538)	(0.10)
(3,310)	Laurentian Bank of Canada	(174,791)	(179,303)	(0.17)
(14,670)	Lundin Mining Corp.	(108,058)	(108,118)	(0.10)
(188,020)	MEG Energy Corp.	(1,051,199)	(716,356)	(0.68)
(1,830)	Methanex Corp.	(112,286)	(104,768)	(0.10)
(188,420)	Newsun Resources Ltd.	(613,605)	(589,755)	(0.56)
(190,410)	NexGen Energy Ltd.	(519,725)	(546,477)	(0.52)
(18,600)	Peyto Exploration & Development Corp.	(497,821)	(437,472)	(0.41)
(21,830)	Potash Corporation of Saskatchewan Inc.	(486,516)	(461,705)	(0.44)
(115,830)	Precision Drilling Corp.	(597,453)	(513,130)	(0.48)
(59,600)	Raging River Exploration Inc.	(502,246)	(482,164)	(0.45)
(49,560)	Secure Energy Services Inc.	(474,119)	(438,606)	(0.41)
(11,980)	Shawcor Ltd.	(385,834)	(317,230)	(0.30)
(25,080)	Teck Resources Ltd., Class B	(615,968)	(563,798)	(0.53)
(17,510)	TFI International Inc.	(502,048)	(489,755)	(0.46)
(89,590)	Torc Oil & Gas Ltd.	(489,805)	(454,221)	(0.43)
(17,520)	Tourmaline Oil Corp.	(503,431)	(488,458)	(0.46)
(45)	Trisura Group Ltd.	(1,019)	(977)	0.00
(129,940)	Turquoise Hill Resources Ltd.	(487,592)	(448,293)	(0.42)
(7,040)	Valeant Pharmaceuticals International Inc.	(127,597)	(158,682)	(0.15)
(24,030)	Westshore Terminals Investment Corp.	(476,616)	(504,870)	(0.49)
	Total Candian equities	(24,162,345)	(22,562,209)	(21.28)
	United States equities:			
(6,860)	Abercrombie & Fitch Co.	(112,590)	(110,633)	(0.10)
(360)	Acuity Brands Inc.	(98,159)	(94,872)	(0.09)
(14,260)	Advanced Micro Devices Inc.	(219,141)	(230,714)	(0.22)
(1,280)	Alexandria Real Estate Equities Inc.	(192,851)	(199,907)	(0.19)
(370)	Alexion Pharmaceuticals Inc.	(63,094)	(58,361)	(0.06)
(3,670)	Alliant Energy Corp.	(201,255)	(191,120)	(0.18)
(870)	American Airlines Group Inc.	(57,531)	(56,754)	(0.05)
(1,890)	American Water Works Company Inc.	(196,246)	(190,993)	(0.18)
(3,210)	Anadarko Petroleum Corp.	(255,704)	(188,680)	(0.18)
(3,660)	Apache Corp.	(248,025)	(227,419)	(0.21)
(1,250)	AutoDesk Inc.	(155,985)	(163,379)	(0.15)
(1,970)	AutoNation Inc.	(121,468)	(107,673)	(0.10)
(600)	Avalonbay Communities Inc.	(143,922)	(149,478)	(0.14)
(2,120)	Ball Corp.	(110,002)	(116,009)	(0.11)
(1,850)	Bed Bath and Beyond Inc.	(73,411)	(72,910)	(0.07)

# EHP ADVANTAGE FUND

Schedule of Investments (continued)

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
(5,610)	Boston Scientific Corp.	(203,009)	(201,602)	(0.19)
(2,010)	Cabot Oil & Gas Corp.	(60,969)	(65,353)	(0.06)
(11,950)	Carbo Ceramics Inc.	(126,199)	(106,120)	(0.10)
(550)	Centene Corp.	(53,066)	(56,956)	(0.05)
(3,340)	Centurylink Inc.	(110,794)	(103,400)	(0.10)
(1,560)	Cerner Corp.	(114,026)	(134,428)	(0.13)
(4,090)	CF Industries Holding Inc.	(164,849)	(148,252)	(0.14)
(350)	Charter Communications Inc., Class A	(156,484)	(152,842)	(0.14)
(7,050)	Chesapeake Energy Corp.	(49,925)	(45,424)	(0.04)
(1,980)	Coach Inc.	(110,041)	(121,516)	(0.11)
(1,210)	Cognizant Technology Solutions Corp., Class A	(109,231)	(104,158)	(0.10)
(8,550)	Community Health System Inc.	(106,890)	(110,399)	(0.10)
(2,470)	Computer Programs and Systems, Inc.	(89,903)	(105,029)	(0.10)
(5,530)	Comtech Telecommunications Corp.	(90,019)	(135,998)	(0.13)
(990)	Conagra Brands, Inc.	(53,258)	(45,896)	(0.04)
(300)	Concho Resources Inc.	(47,284)	(47,265)	(0.04)
(3,180)	ConocoPhillips	(202,129)	(181,227)	(0.17)
(2,370)	Core-Mark Holding Company, Inc.	(111,690)	(101,576)	(0.10)
(4,500)	Coty Inc., Class A	(111,970)	(109,442)	(0.10)
(4,020)	Cray Inc.	(110,772)	(95,892)	(0.09)
(11,400)	Crocs Inc.	(109,240)	(113,946)	(0.11)
(1,570)	Crown Castle International Corp.	(188,200)	(203,901)	(0.19)
(1,070)	Devon Energy Corp.	(53,545)	(44,347)	(0.04)
(7,020)	Diamond Offshore Drilling Inc.	(138,682)	(98,561)	(0.09)
(1,450)	Dillard's Inc., Class A	(108,471)	(108,445)	(0.10)
(2,850)	Discovery Communications Inc., Series A	(108,557)	(95,435)	(0.09)
(1,020)	Dollar General Corp.	(107,084)	(95,327)	(0.09)
(1,930)	Duke Energy Corp.	(211,677)	(209,147)	(0.20)
(6,190)	Endo International PLC	(112,117)	(89,636)	(0.08)
(1,960)	Entergy Corp.	(201,623)	(195,068)	(0.18)
(1,210)	Envision Healthcare Corp.	(106,899)	(98,307)	(0.09)
(3,810)	EQT Corp.	(305,235)	(289,393)	(0.27)
(310)	Equinix Inc.	(118,488)	(172,473)	(0.16)
(5,400)	Essendant Inc.	(107,931)	(103,818)	(0.10)
(1,510)	Exlservice Holdings Inc.	(107,200)	(108,801)	(0.10)
(950)	Extra Space Storage Inc.	(98,294)	(96,063)	(0.09)
(3,380)	Fiesta Restaurant Group Inc.	(106,629)	(90,485)	(0.09)
(2,090)	First Solar Inc.	(109,382)	(108,054)	(0.10)
(1,630)	Flowserve Corp.	(110,703)	(98,113)	(0.09)
(3,600)	Freeport-McMoRan Inc.	(69,722)	(56,051)	(0.05)
(9,810)	Gannett Co.	(108,989)	(110,898)	(0.10)
(9,970)	GGP Inc.	(304,017)	(304,516)	(0.29)
(4,160)	G-III Apparel Group Ltd.	(112,220)	(134,556)	(0.13)
(1,840)	Global Payments Inc.	(207,847)	(215,447)	(0.20)
(6,520)	Guess Inc.	(105,864)	(108,023)	(0.10)
(2,620)	Halliburton Co.	(152,947)	(145,067)	(0.14)
(3,580)	Hanesbrands Inc.	(107,222)	(107,488)	(0.10)
(4,380)	Helmerich & Payne Inc.	(360,297)	(308,555)	(0.29)
(5,360)	Hess Corp.	(352,967)	(304,840)	(0.29)
(2,390)	Hewlett Packard Enterprise Co.	(60,532)	(51,402)	(0.05)
(2,780)	HollyFrontier Corp.	(97,645)	(99,002)	(0.09)
(2,470)	HSN, Inc.	(112,831)	(102,147)	(0.10)
(3,080)	IHS Markit Ltd.	(192,348)	(175,848)	(0.17)
(200)	Illumina Inc.	(37,913)	(44,990)	(0.04)
(5,860)	Impax Laboratories Inc.	(113,472)	(122,310)	(0.12)
(1,420)	INC Research Holdings, Inc., Class A	(110,728)	(107,692)	(0.10)
(230)	Incyte Corp.	(40,929)	(37,543)	(0.04)

# EHP ADVANTAGE FUND

## Schedule of Investments (continued)

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
(4,130)	Iron Mountain Inc.	(196,520)	(183,968)	(0.17)
(3,650)	Johnson Controls International PLC	(207,258)	(205,173)	(0.19)
(6,690)	Kinder Morgan Inc.	(189,949)	(166,173)	(0.16)
(9,330)	Kindred Healthcare Inc.	(111,477)	(140,912)	(0.13)
(1,000)	Life Storage Inc.	(100,017)	(96,063)	(0.09)
(1,540)	Limited Brands Inc.	(110,135)	(107,589)	(0.10)
(7,440)	LSB Industries Inc.	(103,391)	(99,635)	(0.09)
(3,540)	Macerich Co.	(304,067)	(266,452)	(0.25)
(2,380)	Mallinckrodt Public Limited Co.	(158,531)	(138,258)	(0.13)
(2,600)	Marathon Oil Corp.	(42,342)	(39,942)	(0.04)
(9,930)	Mattel Inc.	(307,121)	(277,161)	(0.26)
(6,530)	Meridian Bioscience, Inc.	(115,037)	(133,332)	(0.13)
(1,560)	Micron Technology Inc.	(37,666)	(60,388)	(0.06)
(1,270)	Mid-America Apartment Communities Inc.	(165,102)	(173,501)	(0.16)
(1,250)	Molina Healthcare Inc.	(87,295)	(112,106)	(0.11)
(1,400)	Molson Coors Brewing Co., Class B	(181,334)	(156,704)	(0.15)
(10,130)	Murphy Oil Corp.	(364,288)	(336,587)	(0.32)
(3,080)	Mylan Inc.	(169,425)	(155,005)	(0.15)
(5,570)	National Oilwell Varco Inc.	(255,315)	(237,858)	(0.22)
(1,180)	Netflix Inc.	(177,019)	(228,560)	(0.22)
(6,290)	New Media Investment Group Inc.	(110,890)	(109,921)	(0.10)
(1,490)	Newell Rubbermaid Inc.	(106,380)	(103,574)	(0.10)
(1,080)	Newfield Exploration Co.	(49,103)	(39,847)	(0.04)
(1,370)	Newmont Mining Corp.	(49,716)	(57,527)	(0.05)
(17,160)	Noble Corp. PLC	(133,735)	(80,531)	(0.08)
(7,960)	NRG Energy Inc.	(165,746)	(177,699)	(0.17)
(270)	Nvidia Corp.	(37,116)	(50,600)	(0.05)
(2,660)	Oceaneering International Inc.	(92,576)	(78,762)	(0.07)
(3,670)	Opus Bank	(113,365)	(115,138)	(0.11)
(1,980)	Patterson Companies Inc.	(114,267)	(120,515)	(0.11)
(1,540)	Perrigo Co.	(168,325)	(150,772)	(0.14)
(810)	Pioneer Natural Resources Co.	(164,700)	(167,572)	(0.16)
(1,230)	Proto Labs Inc.	(107,074)	(107,235)	(0.10)
(350)	Public Storage Inc.	(99,896)	(94,618)	(0.09)
(600)	Qorvo Inc.	(46,063)	(49,253)	(0.05)
(21,030)	Quinstreet Inc.	(106,920)	(113,688)	(0.11)
(4,560)	Range Resources Corp.	(170,270)	(136,971)	(0.13)
(4,030)	Realty Income Corp.	(315,807)	(288,287)	(0.27)
(2,390)	Regency Centres Corp.	(203,209)	(194,084)	(0.18)
(180)	Regeneron Pharmaceuticals Inc.	(112,094)	(114,609)	(0.11)
(7,630)	Rent-A-Center Inc.	(110,383)	(115,929)	(0.11)
(6,550)	RR Donnelley & Sons Co.	(110,911)	(106,482)	(0.10)
(1,960)	Scana Corp.	(170,828)	(170,269)	(0.16)
(1,870)	Schlumberger Ltd.	(196,857)	(159,614)	(0.15)
(3,190)	Skechers USA Inc., Class A	(112,263)	(121,998)	(0.12)
(370)	Skyworks Solutions Inc.	(42,376)	(46,024)	(0.04)
(1,280)	SL Green Realty Corp.	(185,044)	(175,564)	(0.17)
(2,800)	Sonic Corp.	(110,305)	(96,157)	(0.09)
(13,050)	Spectrum Pharmaceuticals Inc.	(116,192)	(126,039)	(0.12)
(1,090)	Stericycle Inc.	(111,494)	(107,846)	(0.10)
(1,540)	Sturm, Ruger & Co. Inc.	(116,179)	(124,080)	(0.12)
(4,160)	Superior Industries International, Inc.	(110,006)	(110,827)	(0.10)
(2,420)	Sykes Enterprises Inc.	(108,770)	(105,193)	(0.10)
(4,410)	Symantec Corp.	(188,575)	(161,509)	(0.15)
(3,090)	Telephone and Data Systems	(108,802)	(111,163)	(0.10)
(760)	Tesoro Corp.	(87,530)	(92,221)	(0.09)
(4,440)	The Buckle Inc.	(105,203)	(102,457)	(0.10)

# EHP ADVANTAGE FUND

Schedule of Investments (continued)

As at June 30, 2017 (unaudited)

Number of shares/par value	Description	Cost	Carrying value	% of net assets
(7,590)	The Mosaic Co.	(247,178)	(224,640)	(0.21)
(1,710)	The Providence Service Corp.	(109,164)	(112,194)	(0.11)
(1,230)	Tractor Supply Co.	(105,861)	(86,442)	(0.08)
(860)	TransDigm Group Inc.	(285,260)	(299,764)	(0.28)
(4,700)	Transocean Ltd.	(63,737)	(50,146)	(0.05)
(3,170)	TripAdvisor Inc.	(222,082)	(156,986)	(0.15)
(2,520)	Triumph Group Inc.	(111,068)	(103,235)	(0.10)
(4,110)	UDR Inc.	(207,775)	(207,640)	(0.20)
(13,920)	Under Armour Inc., Class C	(354,357)	(363,805)	(0.34)
(5,030)	United Insurance Holdings Corp.	(109,709)	(102,574)	(0.10)
(330)	United Rentals Inc.	(51,412)	(48,219)	(0.05)
(1,690)	V.F. Corp.	(118,271)	(126,197)	(0.12)
(4,120)	Verifone Systems Inc.	(111,168)	(96,675)	(0.09)
(1,010)	Verisign Inc.	(108,893)	(121,718)	(0.11)
(320)	Vertex Pharmaceuticals Inc.	(40,014)	(53,461)	(0.05)
(2,630)	Virtusa Corp.	(92,556)	(100,240)	(0.09)
(1,450)	Vornado Realty Trust	(180,656)	(176,511)	(0.17)
(440)	W.W. Grainger Inc.	(103,184)	(102,977)	(0.10)
(3,310)	Welltower Inc.	(304,117)	(321,188)	(0.30)
(4,570)	Weyerhaeuser Co.	(198,440)	(198,472)	(0.19)
(440)	Whirlpool Corp	(111,951)	(109,303)	(0.10)
(8,510)	WisdomTree Investments Inc.	(110,848)	(112,199)	(0.11)
(320)	Wynn Resorts Ltd.	(41,394)	(55,639)	(0.06)
(560)	Yum! Brands Inc.	(49,485)	(53,549)	(0.06)
	Total United States equities	(20,971,178)	(20,371,088)	(19.21)
<b>Total investments - short</b>		<b>\$ (45,133,523)</b>	<b>\$ (42,933,297)</b>	<b>(40.49)</b>
Total investments - long		\$ 144,041,686	\$ 146,358,931	138.02
Total investments - short		(45,133,523)	(42,933,297)	(40.49)
Total investments owned		<u>\$ 98,908,163</u>	103,425,634	97.53
Other assets, net			2,616,649	2.47
<b>Net assets</b>			<b>\$ 106,042,283</b>	<b>100.00</b>

See accompanying notes to financial statements.

# EHP ADVANTAGE FUND

Notes to Financial Statements

June 30, 2017 (unaudited)

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## 1. General information:

The EHP Advantage Fund (the "Fund") is an open-ended investment trust established under the laws of the Province of Ontario pursuant to the Trust Agreement made as of April 17, 2013 and amended and restated as of June 1, 2014 between Caledon Trust Company, as trustee (the "Trustee"), and EdgeHill Partners. The registered office of the Fund is 45 Hazelton Ave., Suite B, Toronto, Ontario, Canada M5R 2E3.

EdgeHill Partners, a general partnership formed under the laws of the Province of Ontario, is the manager and investment advisor of the Fund (the "Investment Manager"). The Investment Manager performs management functions for the Fund, including investment management of the Fund's portfolio.

The Fund's investment objective is to generate superior risk-adjusted investment returns over the long term by utilizing a multi-strategy approach, consisting of diversified quantitative and systematic investment strategies. The Fund will also seek to preserve capital and mitigate risk through the application of both portfolio and risk management tools. In order to achieve its objective, the Fund will actively allocate capital over multiple investment strategies predominantly based upon researched, repeatable and process-driven methodologies.

## 2. Significant accounting policies:

The principal accounting policies applied in the preparation of these financial statements are set out below:

### (a) Basis of presentation:

These financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS"), as published by the International Accounting Standards Board ("IASB"). In the preparation of these financial statements, the Fund has consistently applied these standards.

These financial statements have been prepared on a historical cost basis, except for financial assets and financial liabilities at fair value through profit or loss ("FVTPL"), which are presented at fair value.

### (b) Approval of the financial statements:

The financial statements were approved by the Investment Manager and authorized for issue on August 24, 2017.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 2. Significant accounting policies (continued):

### (c) Functional currency and foreign currency translation:

The measurement and functional currency of the Fund is the Canadian dollar ("CAD") and the financial statements are presented in CAD. Investment transactions and income and expenses in foreign currencies have been translated to CAD at the rate of exchange prevailing at the time of the transaction.

Foreign currency assets and liabilities have been translated into the functional currency, using the rate of exchange prevailing at the statement of financial position dates.

Foreign exchange gains and losses relating to cash are presented in the statement of comprehensive income within net foreign currency gains.

Foreign exchange gains and losses relating to the financial assets and liabilities carried at FVTPL are presented in the statement of comprehensive income within net gains in fair value on financial assets and liabilities at FVTPL.

### (d) Financial assets and financial liabilities:

#### (i) Classification:

The Fund classifies its investments in debt and equity securities, and derivatives as financial assets or financial liabilities at FVTPL.

This category has two sub-categories: financial assets and financial liabilities held for trading, and those designated at FVTPL at inception.

#### (a) Financial assets and liabilities held-for-trading:

A financial asset or financial liability is classified as held-for-trading if it is acquired or incurred principally for the purpose of selling or repurchasing in the near term or if on initial recognition is part of a portfolio of identifiable financial investments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking. Investments in securities sold short and derivatives have been categorized as held-for-trading.



# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 2. Significant accounting policies (continued):

### (b) Financial assets and liabilities designated at FVTPL at inception:

Financial assets and financial liabilities designated at FVTPL at inception are financial instruments that are not classified as held-for-trading but are managed, and their performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. Investments in long-listed equities and exchange-traded funds ("ETFs") have been categorized as designated at FVTPL.

All other financial assets and liabilities are classified as loans and receivables and other financial liabilities. Loans and receivables and other financial liabilities are measured at amortized cost.

### (ii) Recognition, derecognition and measurement:

Financial assets and financial liabilities at FVTPL are initially recognized on the trade date, which is the date on which the Fund becomes a party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognized on the date on which they are originated.

Financial assets and financial liabilities at FVTPL are initially recognized at fair value, with transaction costs recognized in the statement of comprehensive income. Financial assets or financial liabilities not at FVTPL are initially recognized at fair value plus transaction costs that are directly attributable to their acquisition or issue.

Financial assets are derecognized when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

When the Fund purchases an option or warrant, an amount equal to fair value which is based on the premium paid is recorded as an asset. When the Fund writes an option, an amount equal to fair value which is based on the premium received by the Fund is recorded as a liability. When options and warrants are closed, the difference between the premium and the amount paid or received, net of brokerage commissions, or the full amount of the premium if the option expires worthless, is recognized as a realized gain or loss and is presented in the statement of comprehensive income within net realized gains (losses) on financial assets at FVTPL.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 2. Significant accounting policies (continued):

Subsequent to initial recognition, all financial assets and financial liabilities at FVTPL are measured at fair value. Net realized and changes in unrealized gains and losses arising from changes in the fair value of the financial assets or financial liabilities at FVTPL category are presented in the statement of comprehensive income within net realized gains on financial assets and liabilities at FVTPL and net change in unrealized appreciation (depreciation) on financial assets and liabilities at FVTPL in the year in which they arise.

Dividend income from financial assets at FVTPL is recognized in the statement of comprehensive income within dividend income, gross of withholding taxes, when the Fund's right to receive payments is established. Dividends declared on securities sold short are recorded as a dividend expense on the ex-dividend date. Amounts not yet received or paid are included in the statement of financial position in dividends receivable and dividends payable on securities sold short, respectively. Interest for distribution purposes earned on debt securities at FVTPL is recognized in the statement of comprehensive income on an accrual basis.

### (iii) Fair value measurement:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Fund measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as "active" if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The Fund measures instruments quoted in an active market at last sale or close price, where the close price falls within the day's bid-ask spread. In circumstances where the close price is not within the day's bid-ask spread, management determines the point within bid-ask spread that is most representative of fair value based on specific facts and circumstances.

The fair value used for financial reporting is consistent with the fair value used for unitholder and related transactions.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 2. Significant accounting policies (continued):

### (e) Cost of investments:

The cost of investments represents the amount paid for each security and is determined on an average cost basis, excluding commissions and other transaction costs. Realized gains and losses on disposition are determined based on the average cost of investments. Gains and losses arising from changes in the fair value of the investments are included in the statement of comprehensive income for the year in which they arise.

### (f) Offsetting financial instruments:

Financial assets and liabilities are offset and the net amount reported in the statement of financial position where the Fund currently has a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realized the asset and settle the liability simultaneously. Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL.

### (g) Cash and cash equivalents:

Cash and cash equivalents consist of cash on deposit and short-term deposits with terms to maturity of less than three months at acquisition.

### (h) Payable for investments purchased/receivable for investments sold:

Amounts receivable for investments sold and amounts payable for investments purchased that have been contracted are recorded on the statement of financial position at the amount to be received or delivered.

### (i) Redeemable units and net assets attributable to holders of redeemable units:

The Fund issues multiple classes of redeemable units, which are redeemable at the holder's option and do not have identical features and, therefore, are classified as financial liabilities. For each Fund unit sold, the Fund receives an amount equal to the net asset value per unit at the date of sale, which amount is included in net assets attributable to holders of redeemable units. For each unit redeemed, net assets attributable to holders of redeemable units are reduced by the net asset value of the unit at the date of redemption. The redeemable shares are measured at the current value of the Fund's net assets and are considered a residual amount of the net assets attributable to holders of redeemable units. There is no difference in the method net asset value and net assets attributable to holders of redeemable units is computed.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 2. Significant accounting policies (continued):

The increase (decrease) in net assets attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units by the weighted average number of units outstanding during the periods for each class/series, respectively. Refer to note 6 for further detail.

(j) Income allocation:

Income, expenses other than management fees, performance fees, and realized and unrealized capital gains (losses) are distributed among the different classes of units in proportion to the amount invested in them. For management fees and performance fees, please refer to note 7.

(k) Net assets attributable to holders of redeemable units per unit:

The net assets attributable to holders of redeemable units per unit is calculated by dividing the net assets attributable to holders of redeemable units of a particular class of units by the total numbers of units of that particular class or series outstanding at the end of the year.

(l) Commissions and other portfolio transaction costs:

Commissions and other portfolio transaction costs are costs incurred to acquire financial assets or liabilities at FVTPL. They include fees and commissions paid to agents, advisers, brokers and dealers. Transaction costs, when incurred, are immediately recognized in the statement of comprehensive income as an expense. Refer to note 8 for further detail on soft dollar arrangements.

(m) Taxation:

The Fund qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is not subject to tax on its net taxable income for the tax year which ends in December, including net realized capital gains, which is paid or payable to its unitholders as at the end of the tax year. However, such part of the Fund's net income and net realized capital gains that is not so paid or payable, is subject to income tax. Income tax on net realized capital gains not paid or payable is generally recoverable by virtue of refunding provisions contained in tax legislation, as redemptions occur. It is the intention of the Fund to distribute all of its income and sufficient net realized capital gains so that the Fund will not be subject to income tax. Refer to note 7 for further details.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 2. Significant accounting policies (continued):

The Fund is subject to withholding taxes on foreign income. In general, the Fund treats withholding tax as a charge against income for tax purposes.

As at June 30, 2017, the Fund had capital loss carryforwards of nil (December 31, 2016 - nil) and non-capital loss carryforwards of \$882,063 (December 31, 2016 - \$882,063).

### (n) Critical accounting estimates and assumptions:

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. Actual results may differ from these estimates.

### (o) Future accounting standards:

IFRS 9, Financial Instruments ("IFRS 9"):

IFRS 9 was issued by the IASB in November 2009 and will replace International Accounting Standard 39, Financial Instruments - Recognition and Measurement ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. In July 2014, the IASB issued the final version of IFRS 9. The revised standard adds guidance on the classification and measurement of financial liabilities.

IFRS 9 is effective for fiscal years beginning on or after January 1, 2018. The Fund continues to evaluate the impact of IFRS 9 on its financial statements, particularly with regard to the recording of its investments.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

### 3. Net gains (losses) on financial assets and financial liabilities at FVTPL:

The Fund's classification of financial assets and liabilities at FVTPL is described in note 2. The following table presents the net gains (losses) on financial assets and liabilities at FVTPL for the periods ended June 30, 2017 and 2016:

2017	Held-for-trading	Designated at FVTPL	Total
Financial assets at FVTPL			
Net realized gains	\$ -	\$ 3,904,465	\$ 3,904,465
Net change in unrealized losses	-	(4,613,221)	(4,613,221)
	-	(708,756)	(708,756)
Financial liabilities at FVTPL			
Net realized losses	(1,309,943)	-	(1,309,943)
Net change in unrealized gains	3,622,863	-	3,622,863
	2,312,920	-	2,312,920
<b>Total</b>	<b>\$ 2,312,920</b>	<b>\$ (708,756)</b>	<b>\$ 1,604,164</b>

2016	Held-for-trading	Designated at FVTPL	Total
Financial assets at FVTPL			
Net realized gains	\$ 18,639	\$ 325,969	\$ 344,608
Net change in unrealized gains (losses)	(149,296)	1,941,580	1,792,284
	(130,657)	2,267,549	2,136,892
Financial liabilities at FVTPL			
Net realized gains	488,219	-	488,219
Net change in unrealized losses	(1,239,685)	-	(1,239,685)
	(751,466)	-	(751,466)
<b>Total</b>	<b>\$ (882,123)</b>	<b>\$ 2,267,549</b>	<b>\$ 1,385,426</b>

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 4. Financial risk management:

### (a) Financial risk factors:

The Fund's investment activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including price risk, foreign exchange risk and interest rate risk).

The Fund is also exposed to operational risks, such as custody risk. Custody risk is the risk of loss of securities held in custody occasioned by the insolvency or negligence of the custodian. Although an appropriate legal framework is in place that reduces the risk of loss of value of the securities held by the custodian, in the event of its failure, the ability of the Fund to transfer securities might be temporarily impaired.

The value of investments within the Fund's portfolio can fluctuate on a daily basis as a result of changes in interest rates, economic conditions, the market and company news related to specific securities within the Fund. The level of risk depends on the Fund's investment objective and the types of securities it invests in. The Investment Manager seeks to minimize potential adverse effects of these risks on the Fund's performance by employing professional, experienced portfolio advisors, by daily monitoring of the Fund's positions and market events, and may use derivatives to hedge certain risk exposures. To assist in managing risks, the Investment Manager maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategies, internal guidelines and securities regulations.

The Fund's investment policy allows it to invest in a variety of financial instruments and utilize various investment strategies in order to meet its objectives. As part of the Fund's risk management practices, investment activities of the Fund are subject to the following investment restrictions, as prescribed in the Offering Memorandum:

#### Purchasing securities:

The Fund will typically purchase securities through normal market facilities. Purchases of securities under other circumstances will only be permitted where the purchase price for such securities approximates the prevailing market price or is negotiated or established on an arm's-length basis.

The Fund uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below:

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 4. Financial risk management (continued):

### (i) Credit risk:

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. The carrying amount of the Fund's assets represents the maximum credit risk exposure.

The Fund's investments in debt instruments and related derivatives represent the main concentration of credit risk. The fair value of these financial instruments includes consideration of the creditworthiness of the issuer. As at June 30, 2017 and December 31, 2016, the Fund had no significant investments in debt instruments and/or derivatives.

All transactions executed by the Fund in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

The majority of the cash and cash equivalents and investments of the Fund are held by the Bank of Nova Scotia and BMO Capital Markets (the "Prime Brokers"). Bankruptcy or insolvency of the Prime Brokers may cause the Fund's rights with respect to cash and cash equivalents held by the Prime Brokers to be delayed or limited. The Fund monitors its risk by monitoring the credit quality and financial position of the Prime Brokers. At the date of the approval of the financial statements, the credit rating for the Bank of Nova Scotia was A+ (December 31, 2016 - A+) and for BMO Capital Markets it was A-1 (December 31, 2016 - A-1).

The Fund has provided the Prime Brokers with a general lien over the financial assets held in custody as security for the Prime Brokers' exposures relating to provision of custody services to the Fund. The terms under which the general lien is provided are usual and customary services to the Fund. The terms under which the general lien is provided are usual and customary for Prime Broker agreements. As at June 30, 2017, the fair value of financial assets subject to the general lien is \$160,858,573 (December 31, 2016 - \$124,277,701). The Fund's cash investments are held by highly creditworthy financial institutions.



# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 4. Financial risk management (continued):

### (ii) Liquidity risk:

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or other financial assets.

The Fund could be exposed to weekly cash redemptions of redeemable units. The Fund manages its liquidity risk by primarily investing in marketable securities and other financial instruments which are traded in active markets and can be readily disposed of under normal market conditions. In addition, the Fund generally retains sufficient cash and cash equivalent positions to maintain liquidity.

Under extraordinary circumstances, the Fund also has the ability to suspend redemptions if this is deemed to be in the best interest of all shareholders. The Fund did not withhold any redemptions or implement any suspension during 2017 or 2016.

It is the Fund's policy that the Investment Manager monitors the Fund's liquidity position on a daily basis.

The Fund's liabilities are generally expected to be due and paid within 90 days, with the exception of net assets attributable to holders of redeemable units. Redeemable units are redeemable on demand at the holder's option; however, it does not represent significant liquidity risk as holders of these instruments typically retain them for the medium to long term.

### (iii) Market risk:

Market risk is the risk that the fair value of future cash flows of financial instruments will fluctuate due to changes in market variables, such as interest rates, foreign exchange rates and market prices. The following include sensitivity analyses that show how the net assets attributable to holders of redeemable units would have been affected by a reasonably possible change in the relevant risk variable at each reporting date. In practice, the actual results may differ and the differences could be material.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 4. Financial risk management (continued):

### (a) Price risk:

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk). The Fund is primarily exposed to price risk from its investments in equity securities.

All investments represent a risk of loss of capital. The Investment Manager aims to moderate this risk through careful selection and diversification of securities and other financial instruments in accordance with the Fund's investment objectives and strategy. Except for securities sold short, the maximum risk resulting from financial instruments is determined by the fair value of the financial instruments. Possible losses from securities sold short can be unlimited. The Fund's overall market positions are monitored on a regular basis by the Investment Manager.

The Fund is primarily exposed to price risk from its investments in equity securities and related derivatives. As at June 30, 2017, had the prices on the respective stock exchanges for these securities increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$10,212,166(December 31, 2016 - \$8,144,675).

The Fund is also exposed to price risk through the concentration of its investment portfolio, and manages this risk through daily monitoring of the portfolio to comply with the investment strategies outlined in the Fund's Offering Memorandum.

### (b) Foreign exchange risk:

The Fund holds both monetary and non-monetary assets denominated or traded in currencies other than the CAD, the Fund's functional currency. Foreign currency risk arises as the value of future transactions, assets and liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

## 4. Financial risk management (continued):

The tables below summarize the foreign currencies to which the Fund had significant exposure at June 30, 2017 and December 31, 2016 in CAD terms. The tables also illustrate the potential impact on the net assets attributable to holders of redeemable units if CAD had strengthened or weakened by 5% in relation to the listed currencies, with all other variables held constant.

2017:

United States dollar	Exposure	Impact on net assets attributable to holders of redeemable units
Cash and other receivables	\$ (32,276,897)	\$ (1,613,845)
Investments at FVTPL	69,489,160	3,474,458
<b>Total</b>	<b>\$ 37,212,263</b>	<b>\$ 1,860,613</b>
 % of net assets attributable to holders of redeemable units	 35.1	 1.8

2016:

United States dollar	Exposure	Impact on net assets attributable to holders of redeemable units
Cash and other receivables	\$ (20,127,218)	\$ (1,006,361)
Investments at FVTPL	55,632,572	2,781,629
<b>Total</b>	<b>\$ 35,505,354</b>	<b>\$ 1,775,268</b>
 % of net assets attributable to holders of redeemable units	 43.4	 2.2

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 4. Financial risk management (continued):

The analysis above is based on the assumptions that the relevant foreign exchange rate increased/decreased by 5%, with all other variables held constant. This represents management's best estimate of a reasonably possible shift in the foreign exchange rates.

### (c) Interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in prevailing market interest rates.

The majority of the Fund's investments are non-interest bearing and, as such, are not subject to a significant amount of risk arising from fluctuations in interest rates.

### (b) Capital risk management:

The capital of the Fund is represented by the net assets attributable to holders of redeemable units. The units are entitled to distributions, if any, and to payment of a proportionate share based on the Fund's net asset value per unit upon redemption. The relevant movements are shown on the statement of changes in net assets attributable to holders of redeemable units. There is no external regulatory requirement to maintain a minimum capital amount.

### (c) Fair value measurement:

The fair value of financial assets and financial liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the year-end date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. If a significant movement in fair value occurs subsequent to the close of trading up to midnight on the year-end date, valuation techniques will be applied to determine the fair value.

The fair value of financial assets and liabilities that are not traded in an active market is determined by using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each year-end date. Valuation techniques used for non-standardized financial instruments include the use of comparable recent arm's-length transactions, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 4. Financial risk management (continued):

The fair value hierarchy has the following levels:

- Level 1 - inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 - inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 - inputs are unobservable inputs for the asset or liability.

The determination of what constitutes "observable" requires significant judgment by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

If an asset or liability classified as Level 1 subsequently ceases to be actively traded, it is transferred into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs; in which case, it is reclassified to Level 3. All transfers are recorded at fair value at the beginning of the period of the transfer.

All investments held by the Fund are classified as Level 1 except for investments in bonds of \$1,303,974 (December 31, 2016 - \$Nil) that are classified as Level 2.

There were no transfers among Level 1, Level 2 and Level 3 in the years presented.

## 5. Net assets attributable to redeemable units:

Redeemable units:

The Fund is authorized to issue an unlimited number of classes and series of units and an unlimited number of units in each such class or series. Each unit of a class or a series represents an undivided ownership interest in the net asset value of the Fund attributable to that class or series of units. Each unit of a particular series of a class has equal rights to each other unit of the same series with respect to all matters, including voting, receipt of distributions from the Fund, liquidation and other events in connection with the Fund.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

## 5. Net assets attributable to redeemable units (continued):

Subscriptions are accepted on a weekly basis, subject to applicable law and the Investment Manager's discretion to refuse a subscription in whole or in part. If a fully completed subscription agreement and subscription proceeds in cleared funds are delivered by the last business day of a week, a valuation date, and such subscription is accepted, the units subscribed for will be issued on the first business day of the next week. Units will be issued in series each month at an opening pricing net asset value for each new series of \$10.

Units may be redeemed as of the last business day of each week (a "Redemption Date"), except in extraordinary circumstances. A request in writing (including, for greater certainty, requests sent by email) with the unitholder's signature, to the satisfaction of the Investment Manager and the Trustee, must be received by the Investment Manager at least one business day prior to the Redemption Date or such other period as permitted by the Investment Manager and the Trustee in their sole discretion. The amount payable to a unitholder for each unit redeemed will be an amount equal to the class net asset value per unit of the relevant series on the Redemption Date, together with the proportionate share attributable to such units of any distribution which has been declared and not paid, less (a) any redemption charges payable, and (b) any withholding or other taxes required to be deducted. The redemption proceeds will typically be paid to the unitholder on or before the fourth business day following the Redemption Date.

During the periods ended June 30, 2017 and 2016, the number of units issued, redeemed and outstanding was as follows:

June 30, 2017	Units, beginning of period	Issuance of units	Redemption of units	Redesignation of units	Units, end of period
Class A - Initial Series	217,305	-	(13,236)	261,085	465,154
Class A - 2015 Series 4	98,535	-	-	(98,535)	-
Class A - 2015 Series 5	27,835	-	-	(27,835)	-
Class A - 2015 Series 6	67,218	-	-	(67,218)	-
Class A - 2015 Series 7	16,094	-	-	(16,094)	-
Class A - 2015 Series 8	41,076	-	-	(41,076)	-
Class A - 2015 Series 9	7,818	-	-	(7,818)	-
Class A - 2015 Series 10	9,982	-	-	(9,982)	-
Class A - 2015 Series 11	15,046	-	-	(15,046)	-
Class A - 2015 Series 12	5,000	-	-	(5,000)	-
Class A - 2016 Series 2	4,000	-	-	(4,000)	-
Class A - 2016 Series 3	23,361	-	-	(23,361)	-
Class A - 2016 Series 4	10,610	-	-	(10,610)	-
Class A - 2016 Series 6	7,934	-	-	(7,934)	-
Class A - 2016 Series 7	5,000	-	-	(5,000)	-

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

## 5. Net assets attributable to redeemable units (continued):

June 30, 2017	Units, beginning of period	Issuance of units	Redemption of units	Redesignation of units	Units, end of period
Class A - 2016 Series 8	15,000	-	-	(15,000)	-
Class A - 2016 Series 9	18,659	-	-	(18,659)	-
Class A - 2016 Series 10	5,000	-	-	(5,000)	-
Class A - 2016 Series 11	6,387	-	-	(6,387)	-
Class A - 2016 Series 12	31,699	-	-	(31,699)	-
Class A - 2017 Series 1	-	10,073	-	(10,073)	-
Class A - 2017 Series 2	-	39,889	-	(39,889)	-
Class A - 2017 Series 3	-	10,549	-	-	10,549
Class A - 2017 Series 4	-	28,649	-	-	28,649
Class A - 2017 Series 5	-	25,192	-	-	25,192
Class A - 2017 Series 6	-	17,377	-	-	17,377
Class E - Initial Series	471,544	8,322	-	180,881	660,747
Class F - Initial Series	532,827	-	(80,009)	2,223,192	2,676,010
Class F - 2015 Series 4	52,738	-	-	(52,738)	-
Class F - 2015 Series 5	147,608	-	-	(147,608)	-
Class F - 2015 Series 6	253,219	-	-	(253,219)	-
Class F - 2015 Series 7	136,221	-	-	(136,221)	-
Class F - 2015 Series 8	220,171	-	-	(220,171)	-
Class F - 2015 Series 9	73,149	-	-	(73,149)	-
Class F - 2015 Series 10	32,984	-	-	(32,984)	-
Class F - 2015 Series 11	70,112	-	-	(70,112)	-
Class F - 2015 Series 12	50,116	-	-	(50,116)	-
Class F - 2016 Series 1	48,497	-	-	(48,497)	-
Class F - 2016 Series 2	97,721	-	-	(97,721)	-
Class F - 2016 Series 3	14,248	-	-	(14,248)	-
Class F - 2016 Series 4	41,292	-	-	(41,292)	-
Class F - 2016 Series 5	47,104	-	-	(47,104)	-
Class F - 2016 Series 6	59,807	-	-	(59,807)	-
Class F - 2016 Series 7	158,909	-	(1,976)	(156,933)	-
Class F - 2016 Series 8	99,492	-	-	(99,492)	-
Class F - 2016 Series 9	112,979	-	-	(112,979)	-
Class F - 2016 Series 10	139,967	-	-	(139,967)	-
Class F - 2016 Series 11	222,464	-	-	(222,464)	-
Class F - 2016 Series 12	437,648	-	(41,614)	(396,034)	-
Class F - 2017 Series 1	-	213,470	-	(213,470)	-
Class F - 2017 Series 2	-	82,487	-	(82,487)	-
Class F - 2017 Series 3	-	370,400	(417)	-	369,983
Class F - 2017 Series 4	-	167,450	(603)	2,691	169,538
Class F - 2017 Series 5	-	185,338	(131)	-	185,207
Class F - 2017 Series 6	-	773,564	-	-	773,564
Class UF - Initial Series	5,400	-	-	21,601	27,001
Class UF - 2016 Series 9	17,890	-	-	(17,890)	-
Class UF - 2017 Series 2	-	4,297	-	(4,297)	-
Class UF - 2017 Series 3	-	13,828	-	-	13,828
Class UF - 2017 Series 4	-	17,500	-	-	17,500
Class UF - 2017 Series 5	-	6,009	-	-	6,009
Class UF - 2017 Series 6	-	20,000	-	-	20,000

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

## 5. Net assets attributable to redeemable units (continued):

June 30, 2017	Units, beginning of period	Issuance of units	Redemption of units	Redesignation of units	Units, end of period
Founder Class - Initial Series	1,644,023	-	(58,659)	180,519	1,765,883
Founder Class - 2015 Series 4	5,338	-	-	(5,338)	-
Founder Class - 2015 Series 5	131,433	-	-	(131,433)	-
Founder Class - 2015 Series 6	35,000	-	-	(35,000)	-
Founder Class - 2015 Series 7	20,000	-	-	(20,000)	-
Founder Class - 2015 Series 8	12,655	-	-	(12,655)	-
Founder Class - 2015 Series 9	1,100	-	-	(1,100)	-
Founder Class - 2015 Series 10	10,000	-	-	(10,000)	-
Founder Class - 2015 Series 11	11,000	-	-	(11,000)	-
Founder Class - 2016 Series 1	1,000	-	-	(1,000)	-
Founder Class - 2016 Series 2	2,100	-	-	(2,100)	-
Founder Class - 2016 Series 4	1,135	-	-	(1,135)	-
Founder Class - 2016 Series 8	78,980	-	-	(78,980)	-
Founder Class - 2016 Series 9	27,000	-	-	(27,000)	-
Founder Class - 2016 Series 11	12,393	-	-	(12,393)	-
Founder Class - 2016 Series 12	4,000	-	-	(4,000)	-
Founder Class - 2017 Series 1	-	67,445	-	(67,445)	-
Founder Class - 2017 Series 2	-	110,222	-	(110,222)	-
Founder Class - 2017 Series 4	-	421,689	-	-	421,689

June 30, 2016	Units, beginning of period	Sale of units	Redemption of units	Redesignation of units	Units, end of period
Class A - Initial Series	345,920	-	(10,545)	(12,870)	322,505
Class A - 2015 Series 4	122,432	-	(5,357)	-	117,075
Class A - 2015 Series 5	32,835	-	(5,000)	-	27,835
Class A - 2015 Series 6	73,035	-	(3,525)	-	69,510
Class A - 2015 Series 7	40,118	-	-	-	40,118
Class A - 2015 Series 8	53,318	-	-	-	53,318
Class A - 2015 Series 9	15,846	-	-	-	15,846
Class A - 2015 Series 10	15,982	-	-	-	15,982
Class A - 2015 Series 11	15,046	-	-	-	15,046
Class A - 2015 Series 12	5,000	-	-	-	5,000
Class A - 2016 Series 2	-	4,000	-	-	4,000
Class A - 2016 Series 3	-	23,361	-	-	23,361
Class A - 2016 Series 4	-	13,142	(2,531)	-	10,611
Class A - 2016 Series 6	-	7,934	-	-	7,934
Class E - Initial Series	472,109	85	(11,008)	10,358	471,544
Class F - Initial Series	957,447	-	(318,066)	-	639,381
Class F - 2015 Series 4	57,056	-	(4,318)	-	52,738
Class F - 2015 Series 5	163,607	-	(9,185)	-	154,422
Class F - 2015 Series 6	257,338	-	(1,935)	-	255,403
Class F - 2015 Series 7	173,197	-	(8,448)	-	164,749
Class F - 2015 Series 8	330,961	-	(76,641)	-	254,320
Class F - 2015 Series 9	88,587	-	(14,838)	-	73,749
Class F - 2015 Series 10	35,771	-	(2,331)	-	33,440



# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

## 5. Net assets attributable to redeemable units (continued):

June 30, 2016	Units, beginning of period	Sale of units	Redemption of units	Redesignation of units	Units, end of period
Class F - 2015 Series 11	73,465	-	(1,999)	-	71,466
Class F - 2015 Series 12	58,415	-	(6,299)	-	52,116
Class F - 2016 Series 1	-	48,497	-	-	48,497
Class F - 2016 Series 2	-	98,256	-	-	98,256
Class F - 2016 Series 3	-	14,745	-	-	14,745
Class F - 2016 Series 4	-	37,637	(1,014)	7,143	43,766
Class F - 2016 Series 5	-	47,900	-	-	47,900
Class F - 2016 Series 6	-	60,407	-	-	60,407
Founder Class - Initial Series	1,918,577	-	(254,205)	-	1,664,372
Founder Class - 2015 Series 4	5,338	-	-	-	5,338
Founder Class - 2015 Series 5	131,433	-	-	-	131,433
Founder Class - 2015 Series 6	35,000	-	-	-	35,000
Founder Class - 2015 Series 7	20,000	-	-	-	20,000
Founder Class - 2015 Series 8	12,655	-	-	-	12,655
Founder Class - 2015 Series 9	1,100	-	-	-	1,100
Founder Class - 2015 Series 10	10,000	-	-	-	10,000
Founder Class - 2015 Series 11	85,664	-	-	-	85,664
Founder Class - 2016 Series 1	-	1,000	-	-	1,000
Founder Class - 2016 Series 2	-	2,100	-	-	2,100
Founder Class - 2016 Series 4	-	1,135	-	-	1,135

The increase (decrease) in net assets attributable to holders of redeemable units per unit for the period ended June 30, 2017 and 2016 is calculated as follows:

Series	2017			2016		
	Increase (decrease) per series	Weighted average units outstanding	Increase (decrease) per unit	Increase per series	Weighted average units outstanding	Increase per unit
Class A - Initial Series	74,276	453,606	0.16	183,422	329,775	0.56
Class A - 2015 Series 4	-	-	-	40,591	117,575	0.35
Class A - 2015 Series 5	-	-	-	10,930	30,033	0.36
Class A - 2015 Series 6	-	-	-	25,848	71,969	0.36
Class A - 2015 Series 7	-	-	-	14,571	40,118	0.36
Class A - 2015 Series 8	-	-	-	19,011	53,318	0.36
Class A - 2015 Series 9	-	-	-	4,950	15,845	0.31
Class A - 2015 Series 10	-	-	-	4,886	15,982	0.31
Class A - 2015 Series 11	-	-	-	5,161	15,046	0.34
Class A - 2015 Series 12	-	-	-	1,571	5,000	0.31
Class A - 2016 Series 2	-	-	-	2,209	4,000	0.55
Class A - 2016 Series 3	-	-	-	6,075	21,626	0.28
Class A - 2016 Series 4	-	-	-	1,462	10,031	0.15
Class A - 2016 Series 6	-	-	-	615	6,291	0.10

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

## 5. Net assets attributable to redeemable units (continued):

Series	2017			2016		
	Increase (decrease) per series	Weighted average units outstanding	Increase (decrease) per unit	Increase per series	Weighted average units outstanding	Increase per unit
Class A - 2017 Series 1	2,416	10,073	0.24	-	-	-
Class A - 2017 Series 2	1,979	36,829	0.05	-	-	-
Class A - 2017 Series 3	(2,930)	10,092	(0.29)	-	-	-
Class A - 2017 Series 4	(3,958)	28,378	(0.14)	-	-	-
Class A - 2017 Series 5	(5,920)	22,201	(0.27)	-	-	-
Class A - 2017 Series 6	(2,488)	6,553	(0.38)	-	-	-
Class E - Initial Series	255,681	637,597	0.40	284,990	475,220	0.60
Class F - Initial Series	389,549	2,395,569	0.16	268,661	709,086	0.38
Class F - 2015 Series 4	-	-	-	21,473	53,842	0.40
Class F - 2015 Series 5	-	-	-	63,427	156,113	0.41
Class F - 2015 Series 6	-	-	-	106,198	256,400	0.41
Class F - 2015 Series 7	-	-	-	68,773	167,288	0.41
Class F - 2015 Series 8	-	-	-	98,837	277,518	0.36
Class F - 2015 Series 9	-	-	-	23,595	76,912	0.31
Class F - 2015 Series 10	-	-	-	12,256	34,572	0.35
Class F - 2015 Series 11	-	-	-	26,967	72,576	0.37
Class F - 2015 Series 12	-	-	-	17,807	54,075	0.33
Class F - 2016 Series 1	-	-	-	23,941	43,449	0.55
Class F - 2016 Series 2	-	-	-	48,622	87,327	0.56
Class F - 2016 Series 3	-	-	-	4,604	14,094	0.33
Class F - 2016 Series 4	-	-	-	7,271	34,846	0.21
Class F - 2016 Series 5	-	-	-	3,681	31,622	0.12
Class F - 2016 Series 6	-	-	-	3,452	43,365	0.08
Class F - 2016 Series 12	125,533	422,740	0.30	-	-	-
Class F - 2017 Series 1	65,522	202,958	0.32	-	-	-
Class F - 2017 Series 2	12,999	79,551	0.16	-	-	-
Class F - 2017 Series 3	(79,346)	345,694	(0.23)	-	-	-
Class F - 2017 Series 4	(9,959)	154,449	(0.06)	-	-	-
Class F - 2017 Series 5	(35,734)	154,474	(0.23)	-	-	-
Class F - 2017 Series 6	(100,502)	255,926	(0.39)	-	-	-
Class UF - Initial Series	(7,671)	24,489	(0.31)	-	-	-
Class UF - 2017 Series 2	2,146	4,054	0.53	-	-	-
Class UF - 2017 Series 3	(10,019)	12,943	(0.77)	-	-	-
Class UF - 2017 Series 4	(8,313)	17,500	(0.48)	-	-	-
Class UF - 2017 Series 5	(6,656)	6,009	(1.11)	-	-	-
Class UF - 2017 Series 6	(8,851)	20,000	(0.44)	-	-	-
Founder Class - Initial Series	519,950	1,733,786	0.30	1,090,004	1,752,060	0.62
Founder Class - 2015 Series 4	-	-	-	2,049	5,338	0.38
Founder Class - 2015 Series 5	-	-	-	51,844	131,433	0.39
Founder Class - 2015 Series 6	-	-	-	13,747	35,000	0.39
Founder Class - 2015 Series 7	-	-	-	7,672	20,000	0.38
Founder Class - 2015 Series 8	-	-	-	4,867	12,655	0.38
Founder Class - 2015 Series 9	-	-	-	409	1,100	0.37
Founder Class - 2015 Series 10	-	-	-	3,682	10,000	0.37
Founder Class - 2015 Series 11	-	-	-	32,757	85,664	0.38
Founder Class - 2016 Series 1	-	-	-	366	1,000	0.37
Founder Class - 2016 Series 2	-	-	-	1,471	2,100	0.70
Founder Class - 2016 Series 4	-	-	-	240	1,135	0.21
Founder Class - 2016 Series 12	1,206	4,000	0.30	-	-	-
Founder Class - 2017 Series 1	16,395	61,116	0.27	-	-	-
Founder Class - 2017 Series 2	1,139	135,613	0.01	-	-	-
Founder Class - 2017 Series 4	(51,534)	418,413	(0.12)	-	-	-

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 6. Related party transactions:

### (a) Management fees:

As consideration for the services provided by the Investment Manager, the Fund pays the Investment Manager a management fee, monthly in arrears, calculated as:

- (i) 1/12 of 2.0% of the aggregate of the net asset value of the Class A and Class UA units on the last business day of the preceding month;
- (ii) 1/12 of 1.0% of the aggregate of the net asset value of the Class F, Class UF, Class J and Class UJ units on the last business day of the preceding month; and
- (iii) 1/12 of 1.5% of the aggregate of the net asset value of the Founder, Class I and Class UI units on the last business day of the preceding month.

### (b) Performance fees:

The Investment Manager is entitled to a quarterly performance fee equal to:

- (i) 20% of the amount by which the performance of each Class A, Class UA, Class F, Class UF, Class I, Class UI, Class J and Class UJ series exceeds the previous high water mark; and
- (ii) 10% of the amount by which the performance of each Founder series exceeds the previous high water mark.

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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## 6. Related party transactions (continued):

No performance fee shall be paid in respect of a particular series of the class of units unless the class net asset value per unit of the class of units of that series exceeds the highest net asset value per unit of the class of units of that series in respect of which a performance fee has been previously paid, the high water mark and, in such circumstances, a performance fee shall only be paid on that portion of the net profit that exceeds the high water mark. Because the performance fee is calculated on a series-by-series basis, if a new investor purchases units of the class or an existing unitholder purchases additional units of the class, the starting point for the measurement of net profit with respect to that new or additional investment will be the applicable subscription date for such class of units. The previous highest class net asset value per unit of the class of units of any series achieved prior to the purchase of the new units of the class will not be considered in determining whether a performance fee is payable with respect to any such newly issued series of units of the class. As a result, different series of units of the class may have different performance fees payable at the end of the same calculation period, based on the level of net profit relating to each such series during the period during which it was outstanding, and a unitholder may be subject to a performance fee payment with respect to its units of the class in one series even if it incurs a net loss with respect to the aggregate number of units of the class it owns in all series.

### (c) Related party shareholdings:

The Investment Manager, its officers and directors invest in units of the Fund from time to time in the normal course of business. All transactions with the Investment Manager are in the normal course of business and are measured at the exchange amounts. As at June 30, 2017, 122.2621 of Class A were held by the Investment Manager and 2,864.4647 of Class A Units, 660,746.8964 of Class E Units, and 171,725.0270 of Founder Units (December 31, 2016 – 122.2621, 3,275.8869, 471,544.4209 and 309,909.0645, respectively) were owned by unitholders related to the Investment Manager.

## 7. Soft dollar commissions:

In allocating brokerage business, consideration may be given by the Investment Manager of the Fund to dealers to furnish research, statistical and other services to the Investment Manager through soft dollar arrangements (the amount ascertained to have been paid for goods and services other than order execution). The total brokerage commission paid to dealers in connection with investment portfolio transactions and amounts of soft dollar commission for the period ended June 30, 2017 is approximately \$108,037 (2016 - \$244,601).

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

## 8. Interests in subsidiaries, associates and unconsolidated structured entities:

The Fund may invest in units of ETFs as part of its investment strategies. The nature and purpose of these ETFs generally, is to manage assets on behalf of third-party investors in accordance with their investment objectives, and are financed through the issue of units to investors.

In determining whether the Fund has control or significant influence over an ETF, the Fund assesses voting rights, the exposure to variable returns, and its ability to use the voting rights to affect the amount of the returns. In instances where the Fund has control over an ETF, the Fund qualifies as an investment entity under IFRS 10, Consolidated Financial Statements, and therefore, accounts for investments it controls at FVTPL. The Fund's primary purpose is defined by its investment objectives and uses the investment strategies available to it as defined in the Fund's Offering Memorandum to meet those objectives. The Fund also measures and evaluates the performance of any ETFs on a fair value basis.

ETFs over which the Fund has control or significant influence are categorized as subsidiaries and associates, respectively. All other ETFs are categorized as unconsolidated structured entities.

Investments in ETFs are susceptible to market price risk arising from uncertainty about future values of those ETFs. The maximum exposure to loss from interests in ETFs is equal to the total fair value of the investment in those respective ETFs at any given point in time. The Fund did not have control or any significant influence on these ETF's. The following meet the definition of unconsolidated structure entities:

As at	ETF	Place of business	Fair value amounts	Proportion of interest owned
June 30, 2017	SPDR Bloomberg Barclays High Yield Bond ETF	United States	\$ 9,785,072	0.06%
June 30, 2017	iShares Canadian S&P/TSX Capped Energy Index ETF	Canada	4,778,592	0.52%
June 30, 2017	iShares Barclays 20+ Year Treasury Bond ETF	United States	4,022,698	0.04%
June 30, 2017	iShares iBoxx High Yield Corp Bond ETF	United States	9,789,321	0.04%
December 31, 2016	iShares iBoxx High Yield Corp Bond ETF	United States	10,304,676	0.04%
December 31, 2016	SPDR Barclays High Yield Bond ETF	United States	10,297,232	0.06%
December 31, 2016	iShares Barclays 20+ Year Treasury Bond ETF	United States	10,045,614	0.12%

# EHP ADVANTAGE FUND

Notes to Financial Statements (continued)

June 30, 2017 (unaudited)

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**8. Interests in subsidiaries, associates and unconsolidated structured entities (continued):**

The Fund may invest in or hold a short position of units of ETFs as part of its investment strategies. The nature and purpose of these ETFs generally, is to manage assets on behalf of third-party investors in accordance with their investment objectives, and are financed through the issue of units to investors. The maximum exposure to loss from interests in short positions can be unlimited.

The fair value of these ETFs, if any, are disclosed in investments in the statement of financial position and listed in the schedule of investments.

**9. Filing exemption:**

The Fund is relying on the exemption contained in Section 2.11(d) of National Instrument 81-106 not to file its financial statements with the Ontario Securities Commission.

**10. Subsequent events:**

The Fund has evaluated the effect of subsequent events on the Fund's financial statements through August 18, 2017, which is the date the financial statement were available to be issued. For the period from July 1, 2017 to August 18, 2017, the Fund has subscriptions of \$1,778,336 and redemptions of \$1,651,412.