# INTERIM REPORT

Period ended December 31, 2016

Dynamic Funds®
Invest with advice.

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# Dynamic Funds

## MANAGEMENT RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of the Funds (as defined in Note 1) have been prepared by 1832 Asset Management L.P., in its capacity as manager (the "Manager") of the Funds, and have been approved by the Boards of Directors of Dynamic Global Fund Corporation ("DGFC") and Dynamic Managed Portfolios Ltd. ("DMPL"), with respect to the Funds that are corporate funds (the "Corporate Funds"), and by the Board of Directors of 1832 Asset Management G.P. Inc., as general partner for and on behalf of 1832 Asset Management L.P., in its capacity as trustee (the "Trustee") of the Funds, with respect to the Funds that are trust funds (the "Trust Funds"). The Boards of Directors of DGFC and DMPL, with respect to the Corporate Funds, and the Board of Directors of 1832 Asset Management G.P. Inc., as general partner for and on behalf of 1832 Asset Management L.P., with respect to the Trust Funds, are responsible for the information and representations contained in these financial statements and the management report of fund performance.

The Manager maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") and include certain amounts that are based on estimates and judgments made by the Manager. The significant accounting policies which the Manager believes are appropriate for the Funds are described in Note 2 to the financial statements.

The Finance Committee of the Board of Directors of 1832 Asset Management G.P. Inc. is responsible for reviewing the financial statements and the management report of fund performance and recommending them to the Boards of Directors of DGFC, DMPL and 1832 Asset Management G.P. Inc. for approval, in addition to meeting with management, internal auditors and external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues.

PricewaterhouseCoopers LLP is the external auditor of the Funds, appointed by the shareholders of the Corporate Funds and the Trustee of the Trust Funds. The auditor of the Funds has not reviewed these financial statements. Applicable securities laws require that if an external auditor has not reviewed the Fund's financial statements, this must be disclosed in an accompanying notice.

Glen Gowland
President
1832 Asset Management L.P.

Abdurrehman Muhammadi
Chief Financial Officer
1832 Asset Management L.P.

February 16, 2017

# Dynamic Blue Chip Balanced Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 851,253 | 891,939 |
| Unrealized gain on currency forward contracts | 25 | – |
| Unrealized gain on futures contracts | 347 | – |
| Cash | 16,510 | 56,179 |
| Margin deposited on derivatives | 2,936 | 3,945 |
| Receivable for securities sold | 12,290 | 8,920 |
| Subscriptions receivable | 199 | 394 |
| Accrued investment income and other | 2,653 | 3,085 |
| | **886,213** | **964,462** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 1,432 | 1,524 |
| Payable for securities purchased | 9,723 | 686 |
| Redemptions payable | 1,417 | 4,400 |
| Accrued expenses | 122 | 126 |
| Distributions payable | 33 | – |
| Unrealized loss on currency forward contracts | 156 | – |
| Unrealized loss on currency spot contracts | 36 | – |
| Unrealized loss on futures contracts | – | 2,528 |
| | **12,919** | **9,264** |
| **Net assets attributable to holders of redeemable units** | **873,294** | **955,198** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 576,872 | 633,208 |
| Series F | 35,771 | 34,943 |
| Series FT | 517 | 996 |
| Series G | 156,134 | 170,646 |
| Series I | 18,810 | 21,484 |
| Series O | 67,641 | 74,432 |
| Series T | 17,549 | 19,489 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 13.42 | 15.01 |
| Series F | 8.17 | 9.03 |
| Series FT | 10.06 | 11.79 |
| Series G | 13.51 | 15.10 |
| Series I | 6.45 | 7.40 |
| Series O | 11.83 | 13.42 |
| Series T | 4.33 | 4.65 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 5,117 | 4,070 |
| Interest for distribution purposes | 5,620 | 5,548 |
| Net realized gain (loss) on non-derivative financial assets | 32,587 | 70,573 |
| Net realized gain (loss) on currency forward contracts | (799) | (9,526) |
| Net realized gain (loss) on futures contracts | 1,347 | (2,105) |
| Net realized gain (loss) on swap contracts | – | (3,874) |
| Change in unrealized gain (loss) on non-derivative financial assets | (20,218) | (17,931) |
| Change in unrealized gain (loss) on currency forward contracts | (131) | (8,080) |
| Change in unrealized gain (loss) on currency spot contracts | (35) | – |
| Change in unrealized gain (loss) on futures contracts | 2,875 | (919) |
| Net gain (loss) on investments | **26,363** | **37,756** |
| Securities lending | 25 | – |
| Net realized and unrealized foreign currency translation gain (loss) | (213) | 418 |
| Total income (loss), net | **26,175** | **38,174** |
| **EXPENSES** | | |
| Management fees (note 5) | 8,208 | 9,223 |
| Fixed administration fees (note 6) | 690 | 767 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 4 | – |
| Foreign withholding taxes/tax reclaims | 511 | 542 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 957 | 1,074 |
| Transaction costs | 242 | 697 |
| Total expenses | **10,614** | **12,304** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **10,614** | **12,304** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **15,561** | **25,870** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 9,298 | 16,877 |
| Series F | 764 | 771 |
| Series FT | 20 | 39 |
| Series G | 2,610 | 4,389 |
| Series I | 548 | 709 |
| Series O | 2,026 | 2,576 |
| Series T | 295 | 509 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.23 | 0.39 |
| Series F | 0.20 | 0.26 |
| Series FT | 0.27 | 0.33 |
| Series G | 0.24 | 0.39 |
| Series I | 0.19 | 0.29 |
| Series O | 0.37 | 0.52 |
| Series T | 0.07 | 0.13 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 40,532,494 | 42,884,834 |
| Series F | 3,916,328 | 2,926,542 |
| Series FT | 73,023 | 117,752 |
| Series G | 10,850,487 | 10,861,474 |
| Series I | 2,915,102 | 2,427,989 |
| Series O | 5,457,734 | 4,978,877 |
| Series T | 4,133,680 | 4,041,060 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Balanced Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 633,208 | 700,996 |
| Series F | 34,943 | 24,489 |
| Series FT | 996 | 890 |
| Series G | 170,646 | 172,324 |
| Series I | 21,484 | 17,987 |
| Series O | 74,432 | 70,136 |
| Series T | 19,489 | 20,025 |
| | **955,198** | **1,006,847** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 9,298 | 16,877 |
| Series F | 764 | 771 |
| Series FT | 20 | 39 |
| Series G | 2,610 | 4,389 |
| Series I | 548 | 709 |
| Series O | 2,026 | 2,576 |
| Series T | 295 | 509 |
| | **15,561** | **25,870** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | (69,253) | (36,522) |
| Series F | (4,163) | (1,456) |
| Series FT | (107) | (52) |
| Series G | (18,879) | (9,112) |
| Series I | (2,868) | (1,056) |
| Series O | (9,696) | (4,375) |
| Series T | (1,603) | (606) |
| | **(106,569)** | **(53,179)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 10,696 | 43,607 |
| Series F | 7,760 | 9,092 |
| Series FT | 289 | 1,184 |
| Series G | 3,606 | 17,758 |
| Series I | 1,599 | 5,180 |
| Series O | 5,216 | 5,212 |
| Series T | 555 | 2,801 |
| Reinvested distributions | | |
| Series A | 67,536 | 35,622 |
| Series F | 3,359 | 1,211 |
| Series FT | 19 | 14 |
| Series G | 18,536 | 8,967 |
| Series I | 2,842 | 1,020 |
| Series O | 9,696 | 4,375 |
| Series T | 275 | 104 |
| Payments on redemption | | |
| Series A | (74,613) | (56,900) |
| Series F | (6,892) | (2,291) |
| Series FT | (700) | (136) |
| Series G | (20,385) | (10,012) |
| Series I | (4,795) | (2,158) |
| Series O | (14,033) | (3,426) |
| Series T | (1,462) | (1,941) |
| | **9,104** | **59,283** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (56,336) | 2,684 |
| Series F | 828 | 7,327 |
| Series FT | (479) | 1,049 |
| Series G | (14,512) | 11,990 |
| Series I | (2,674) | 3,695 |
| Series O | (6,791) | 4,362 |
| Series T | (1,940) | 867 |
| | **(81,904)** | **31,974** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 576,872 | 703,680 |
| Series F | 35,771 | 31,816 |
| Series FT | 517 | 1,939 |
| Series G | 156,134 | 184,314 |
| Series I | 18,810 | 21,682 |
| Series O | 67,641 | 74,498 |
| Series T | 17,549 | 20,892 |
| | **873,294** | **1,038,821** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 15,561 | 25,870 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (32,587) | (70,573) |
| Unrealized foreign currency translation (gain) loss | 14 | 61 |
| Change in unrealized (gain) loss on non-derivative financial assets | 20,218 | 17,931 |
| Change in unrealized (gain) loss on currency forward contracts | 131 | 8,080 |
| Change in unrealized (gain) loss on currency spot contracts | 35 | – |
| Change in unrealized (gain) loss on futures contracts | (2,875) | 919 |
| Purchases of portfolio investments | (120,940) | (393,039) |
| Proceeds from sale of portfolio investments | 179,663 | 349,199 |
| Margin deposited on derivatives | 1,009 | 708 |
| Accrued investment income and other | 432 | (213) |
| Accrued expenses and other payables | (96) | 60 |
| **Net cash provided by (used in) operating activities** | **60,565** | **(60,997)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 20,159 | 72,409 |
| Amounts paid on redemption of redeemable units | (116,106) | (64,555) |
| Distributions to unitholders of redeemable units | (4,273) | (1,853) |
| **Net cash provided by (used in) financing activities** | **(100,220)** | **6,001** |
| Unrealized foreign currency translation gain (loss) | (14) | (61) |
| Net increase (decrease) in cash | (39,669) | (55,057) |
| Cash (bank overdraft), beginning of period | 56,179 | 74,455 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **16,510** | **19,398** |
| Interest paid[1] | 4 | – |
| Interest received[1] | 5,743 | 5,418 |
| Dividends received, net of withholding taxes[1] | 4,979 | 3,444 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Balanced Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (38.8%)** | | | |
| **Canadian Bonds and Debentures (34.0%)** | | | |
| **Federal (7.9%)** | | | |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | 2,512 | 2,511 | 2,506 |
| CPPIB Capital Inc., 1.40% Jun. 04 20, Series "A" | 2,958 | 2,952 | 2,953 |
| Government of Canada, 1.25% Mar. 01 18 | 705 | 711 | 710 |
| Government of Canada, 0.50% Aug. 01 18 | 4,022 | 4,015 | 4,008 |
| Government of Canada, 1.75% Mar. 01 19 | 1,706 | 1,780 | 1,742 |
| Government of Canada, 3.50% Jun. 01 20 | 1,850 | 2,004 | 2,007 |
| Government of Canada, 0.75% Sep. 01 20 | 7,290 | 7,244 | 7,227 |
| Government of Canada, 0.75% Mar. 01 21 | 25,500 | 25,509 | 25,170 |
| Government of Canada, 3.25% Jun. 01 21 | 14,960 | 16,817 | 16,346 |
| Government of Canada, 2.75% Jun. 01 22 | 760 | 839 | 819 |
| Government of Canada, 5.75% Jun. 01 29 | 849 | 1,133 | 1,198 |
| Government of Canada, 3.50% Dec. 01 45 | 3,718 | 4,967 | 4,622 |
| | | **70,482** | **69,308** |
| **Provincial (14.1%)** | | | |
| Financement-Québec, 5.25% Jun. 01 34 | 2,530 | 2,739 | 3,187 |
| Ontario Electricity Financial Corporation, 8.25% Jun. 22 26 | 2,464 | 3,775 | 3,613 |
| Province of Alberta, 3.10% Jun. 01 24 | 1,210 | 1,326 | 1,278 |
| Province of British Columbia, 3.70% Dec. 18 20 | 3,944 | 3,963 | 4,285 |
| Province of British Columbia, 2.70% Dec. 18 22 | 1,454 | 1,529 | 1,523 |
| Province of British Columbia, 3.30% Dec. 18 23 | 400 | 433 | 433 |
| Province of British Columbia, 2.30% Jun. 18 26 | 1,500 | 1,515 | 1,491 |
| Province of British Columbia, 6.35% Jun. 18 31 | 5,772 | 8,174 | 8,100 |
| Province of Manitoba, 2.55% Jun. 02 23 | 1,172 | 1,066 | 1,203 |
| Province of Manitoba, 3.30% Jun. 02 24 | 1,351 | 1,451 | 1,442 |
| Province of Manitoba, 2.45% Jun. 02 25 | 2,993 | 2,985 | 2,993 |
| Province of Manitoba, 6.30% Mar. 05 31 | 1,470 | 2,118 | 1,996 |
| Province of New Brunswick, 4.50% Jun. 02 20 | 1,340 | 1,523 | 1,475 |
| Province of New Brunswick, 3.35% Dec. 03 21 | 890 | 968 | 955 |
| Province of New Brunswick, 3.65% Jun. 03 24 | 2,013 | 2,212 | 2,190 |
| Province of Nova Scotia, 4.10% Jun. 01 21 | 125 | 140 | 138 |
| Province of Nova Scotia, 6.60% Dec. 01 31 | 1,288 | 1,835 | 1,802 |
| Province of Ontario, 4.20% Jun. 02 20 | 10,057 | 11,129 | 10,988 |
| Province of Ontario, 4.00% Jun. 02 21 | 3,635 | 3,997 | 4,002 |
| Province of Ontario, 3.15% Jun. 02 22 | 16,069 | 16,617 | 17,146 |
| Province of Ontario, 2.85% Jun. 02 23 | 7,153 | 7,553 | 7,495 |
| Province of Ontario, 2.60% Jun. 02 25 | 3,681 | 3,730 | 3,741 |
| Province of Ontario, 6.50% Mar. 08 29 | 4,383 | 6,097 | 6,034 |
| Province of Ontario, 6.20% Jun. 02 31 | 823 | 1,130 | 1,132 |
| Province of Quebec, 1.111% Dec. 19 18 | 6,196 | 6,212 | 6,219 |
| Province of Quebec, 4.50% Dec. 01 20 | 6,175 | 7,173 | 6,878 |
| Province of Quebec, 3.00% Sep. 01 23 | 3,657 | 3,819 | 3,865 |
| Province of Quebec, 3.75% Sep. 01 24 | 7,932 | 8,901 | 8,758 |
| Province of Quebec, 2.75% Sep. 01 25 | 8,772 | 8,973 | 9,003 |
| | | **123,083** | **123,365** |
| **Corporate (12.0%)** | | | |
| Alliance Pipeline Limited Partnership, 6.765% Dec. 31 25 | 1,094 | 1,283 | 1,240 |
| AltaGas Ltd., 3.72% Sep. 28 21, Series 8 | 1,000 | 1,036 | 1,056 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | 3,196 | 3,195 | 3,351 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | 817 | 899 | 889 |
| Bank of Montreal, 3.40% Apr. 23 21 | 1,087 | 1,161 | 1,153 |
| Bank of Montreal, 1.61% Oct. 28 21 | 656 | 656 | 644 |
| Bank of Montreal, 2.12% Mar. 16 22 | 2,315 | 2,308 | 2,315 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | 1,390 | 1,425 | 1,416 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | 950 | 960 | 962 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | 399 | 399 | 396 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | 1,600 | 1,599 | 1,607 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | 885 | 929 | 941 |
| Bell Canada, 4.40% Mar. 16 18, Series "M-22" | 1,876 | 1,884 | 1,944 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | 2,549 | 2,561 | 2,662 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | 2,953 | 2,952 | 3,258 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | 192 | 193 | 212 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | 810 | 810 | 793 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | 1,947 | 1,947 | 2,120 |
| Canadian Imperial Bank of Commerce, 2.22% Mar. 07 18 | 370 | 378 | 374 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | 974 | 1,012 | 994 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | 2,420 | 2,431 | 2,428 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | 1,154 | 1,154 | 1,178 |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | 910 | 909 | 929 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | 2,013 | 2,013 | 2,040 |
| Canadian Natural Resources Limited, 3.55% Mar. 03 24 | 2,041 | 2,034 | 2,064 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | 670 | 670 | 708 |
| Centra Gas Ontario Inc., 8.65% Oct. 19 18 | 2,046 | 2,660 | 2,284 |
| CI Financial Corp., 2.645% Dec. 07 20 | 803 | 803 | 806 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | 2,300 | 2,446 | 2,481 |
| Enbridge Gas Distribution Inc., 5.16% Dec. 04 17 | 262 | 300 | 272 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | 1,935 | 2,044 | 2,100 |
| Enbridge Income Fund Holdings Inc., 3.94% Jan. 13 23 | 1,415 | 1,415 | 1,506 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | 811 | 1,098 | 1,060 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | 770 | 770 | 770 |
| First Capital Realty Inc., 4.95% Nov. 30 18, Series "K" | 2,937 | 2,951 | 3,105 |
| Fortis Inc., 2.85% Oct. 12 23 | 661 | 662 | 663 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | 849 | 849 | 844 |
| Hydro One Inc., 1.48% Nov. 18 19 | 500 | 500 | 501 |
| Hydro One Inc., 1.62% Apr. 30 20 | 1,155 | 1,155 | 1,155 |
| Institutional Mortgage Securities Canada Inc., 4.697% Feb. 12 21, Series 2011-1, Class "A2" | 1,581 | 1,581 | 1,720 |
| Inter Pipeline (Corridor) Inc., 4.897% Feb. 03 20, Series "C" | 365 | 373 | 398 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | 1,968 | 2,015 | 2,041 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | 935 | 1,037 | 1,036 |
| Lower Mattagami Energy Limited Partnership, 2.228% Oct. 23 17 | 1,300 | 1,300 | 1,312 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | 200 | 200 | 220 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | 1,533 | 1,533 | 1,626 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | 1,838 | 1,873 | 1,909 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | 114 | 114 | 116 |
| OMERS Realty Corporation, 2.498% Jun. 05 18 | 941 | 941 | 957 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | 2,972 | 2,995 | 3,096 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | 905 | 916 | 993 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | 1,870 | 1,886 | 1,963 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | 3,280 | 3,365 | 3,697 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | 3,539 | 3,524 | 3,556 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | 1,163 | 1,222 | 1,206 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | 451 | 451 | 453 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | 424 | 424 | 418 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | 396 | 396 | 393 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | 1,214 | 1,214 | 1,235 |
| Smart Real Estate Investment Trust, 3.73% Jul. 22 22, Series "M" | 600 | 618 | 622 |
| Suncor Energy Inc., 5.80% May 22 18 | 1,656 | 1,804 | 1,755 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | 3,620 | 3,611 | 3,995 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | 99 | 101 | 101 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | 1,426 | 1,479 | 1,466 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | 2,019 | 2,097 | 2,075 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | 91 | 91 | 89 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | 2,531 | 2,665 | 2,661 |
| Union Gas Limited, 3.79% Apr. 10 23 | 1,450 | 1,450 | 1,573 |
| Union Gas Limited, 3.19% Jun. 17 25, Series 13 | 31 | 31 | 32 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | 1,638 | 1,639 | 1,680 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Balanced Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (38.8%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (34.0%) (cont'd)** | | | | |
| **Corporate (12.0%) (cont'd)** | | | | |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 1,279 | 1,274 | 1,343 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 447 | 523 | 480 |
| Westcoast Energy Inc., 4.57% Jul. 02 20 | | 568 | 634 | 614 |
| Westcoast Energy Inc., 3.12% Dec. 05 22 | | 3,053 | 3,037 | 3,124 |
| | | | **102,865** | **105,176** |
| **Foreign Bonds and Debentures (4.8%)** | | | | |
| **Australia (0.3%)** | | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | | 2,824 | **2,832** | **2,861** |
| **United Kingdom (0.2%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 244 | 251 | 251 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 1,640 | 1,626 | 1,665 |
| | | | **1,877** | **1,916** |
| **United States (4.3%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 599 | 740 | 791 |
| Altria Group, Inc., 4.75% May 05 21 | USD | 1,449 | 2,112 | 2,122 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 628 | 952 | 931 |
| CC Holdings GS V LLC/Crown Castle GS III Corp., 3.849% Apr. 15 23 | USD | 347 | 345 | 474 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 830 | 1,619 | 1,509 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 280 | 346 | 385 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 1,549 | 1,996 | 2,144 |
| Simon Property Group, L.P., 2.50% Apr. 15 21 | USD | 300 | 424 | 403 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 179 | 226 | 244 |
| United States Treasury, 2.375% May 31 18 | USD | 4,760 | 6,439 | 6,512 |
| United States Treasury, 0.875% Sep. 15 19 | USD | 3,075 | 4,020 | 4,075 |
| United States Treasury, 1.125% Feb. 28 21 | USD | 5,620 | 7,350 | 7,343 |
| United States Treasury, 1.625% Feb. 15 26 | USD | 5,855 | 7,487 | 7,347 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 189 | 236 | 257 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 353 | 497 | 477 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 886 | 1,126 | 1,172 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 382 | 506 | 521 |
| Wells Fargo & Company, 2.509% Oct. 27 23 | | 1,158 | 1,158 | 1,139 |
| | | | **37,579** | **37,846** |
| **EQUITIES (58.4%)** | | | | |
| **Denmark (0.5%)** | | | | |
| Topdanmark A/S | | 120,677 | **4,098** | **4,124** |
| **France (4.0%)** | | | | |
| LVMH Moët Hennessy Louis Vuitton SA | | 73,700 | 17,445 | 18,917 |
| Schneider Electric SA | | 175,300 | 16,184 | 16,398 |
| | | | **33,629** | **35,315** |
| **Germany (1.9%)** | | | | |
| Fresenius SE & Co. KGaA | | 156,600 | **14,629** | **16,467** |
| **Hong Kong (1.8%)** | | | | |
| CK Hutchison Holdings Limited | | 1,045,500 | **18,916** | **15,849** |
| **Japan (5.1%)** | | | | |
| Fanuc Corporation | | 67,100 | 13,773 | 15,248 |
| Fuji Heavy Industries Ltd. | | 199,000 | 11,131 | 10,878 |
| KDDI Corporation | | 399,700 | 14,323 | 13,562 |
| Kuraray Co., Ltd. | | 246,000 | 4,984 | 4,947 |
| | | | **44,211** | **44,635** |
| **Luxembourg (1.1%)** | | | | |
| L'Occitane International SA | | 3,779,800 | **10,173** | **9,587** |
| **Netherlands (1.6%)** | | | | |
| Unilever NV | | 251,800 | **14,965** | **13,931** |
| **EQUITIES (58.4%) (cont'd)** | | | | |
| **Singapore (2.9%)** | | | | |
| DBS Group Holdings Ltd. | | 814,200 | 13,077 | 13,057 |
| United Overseas Bank Limited | | 654,000 | 12,232 | 12,336 |
| | | | **25,309** | **25,393** |
| **Switzerland (4.9%)** | | | | |
| Nestlé SA | | 284,000 | 29,043 | 27,412 |
| Novartis AG, Sponsored ADR | | 160,300 | 16,538 | 15,678 |
| | | | **45,581** | **43,090** |
| **United Kingdom (6.1%)** | | | | |
| Admiral Group PLC | | 346,600 | 11,961 | 10,448 |
| Diageo PLC | | 386,000 | 13,652 | 13,424 |
| Nielsen Holdings PLC | | 259,700 | 16,991 | 14,628 |
| WPP PLC | | 492,200 | 14,262 | 14,791 |
| | | | **56,866** | **53,291** |
| **United States (28.5%)** | | | | |
| 3M Company | | 71,000 | 14,904 | 17,035 |
| Alphabet Inc., Class "C" | | 21,361 | 8,017 | 22,157 |
| Capital One Financial Corporation | | 133,000 | 13,466 | 15,579 |
| Cognizant Technology Solutions Corporation, Class "A" | | 243,000 | 16,213 | 18,281 |
| Deere & Company | | 135,300 | 14,585 | 18,719 |
| Ecolab Inc. | | 82,200 | 4,201 | 12,938 |
| Estee Lauder Companies Inc. (The), Class "A" | | 92,600 | 6,792 | 9,510 |
| Express Scripts Holding Company | | 163,400 | 16,872 | 15,092 |
| Johnson & Johnson | | 112,300 | 15,927 | 17,380 |
| Microsoft Corporation | | 261,000 | 7,401 | 21,777 |
| Omnicom Group Inc. | | 144,900 | 14,800 | 16,562 |
| Oracle Corporation | | 420,600 | 22,370 | 21,714 |
| Progressive Corporation (The) | | 282,700 | 11,919 | 13,481 |
| Union Pacific Corporation | | 112,200 | 5,942 | 15,628 |
| Visa Inc., Class "A" | | 126,300 | 2,343 | 13,246 |
| | | | **175,752** | **249,099** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.2%)** | | | **782,847** | **851,253** |
| **TRANSACTION COSTS (0.0%)** | | | **(653)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.2%)** | | | **782,194** | **851,253** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | | **–** | **216** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.9%)** | | | | |
| Canadian | | | 15,170 | 15,170 |
| Foreign | | | 1,355 | 1,340 |
| | | | **16,525** | **16,510** |
| **OTHER NET ASSETS (LIABILITIES) (0.9%)** | | | | **5,315** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **873,294** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 3,773 | (USD) (2,800) | 0.742 | 0.745 | 14 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 200 | (CAD) (262) | 1.310 | 1.342 | 6 |
| Bank of Montreal | A-1 | 19-Jan-17 | USD 1,300 | (CAD) (1,740) | 1.338 | 1.342 | 5 |
| | | | | | | | **25** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Balanced Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 8,956 | (USD) (6,700) | 0.748 | 0.745 | (35) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 8,674 | (USD) (6,500) | 0.749 | 0.745 | (47) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 8,407 | (USD) (6,300) | 0.749 | 0.745 | (46) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 8,828 | (USD) (6,600) | 0.748 | 0.745 | (28) |
| | | | | | | | **(156)** |

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (237) | CAD | 138.8600 | 22-Mar-17 | (32,909) | (32,594) | 315 |
| United States Treasury 10 Year Bond Futures, Mar. 17 | (5) | USD | 125.1563 | 22-Mar-17 | (840) | (834) | 6 |
| United States Treasury Ultra 10-Year Treasury Note Futures, Mar. 17 | (24) | USD | 134.8828 | 22-Mar-17 | (4,346) | (4,320) | 26 |
| | | | | | **(38,095)** | **(37,748)** | **347** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Balanced Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to maximize returns and provide long-term growth of capital consistent with preserving capital and providing income by investing primarily in a full range of equity and fixed income securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 6,027 | 8,510 |
| 1-3 years | 45,398 | 68,795 |
| 3-5 years | 139,230 | 142,766 |
| 5-10 years | 118,810 | 125,295 |
| > 10 years | 31,354 | 32,727 |
| | **340,819** | **378,093** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $4,246,000 or approximately 0.5% (June 30, 2016 – $4,859,000 or approximately 0.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 331,929 | (36,768) | 295,161 | 33.8 |
| Euro | 65,783 | – | 65,783 | 7.5 |
| Japanese Yen | 43,038 | (35) | 43,003 | 4.9 |
| Pound Sterling | 38,663 | – | 38,663 | 4.4 |
| Swiss Franc | 27,601 | – | 27,601 | 3.2 |
| Hong Kong Dollar | 25,436 | – | 25,436 | 2.9 |
| Singapore Dollar | 25,393 | – | 25,393 | 2.9 |
| Danish Krone | 3,977 | (0) | 3,977 | 0.5 |
| | **561,820** | **(36,803)** | **525,017** | **60.1** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 323,893 | (1) | 323,892 | 33.9 |
| Pound Sterling | 57,646 | – | 57,646 | 6.0 |
| Japanese Yen | 44,891 | – | 44,891 | 4.7 |
| Euro | 44,600 | – | 44,600 | 4.7 |
| Swiss Franc | 31,912 | – | 31,912 | 3.3 |
| Singapore Dollar | 24,189 | – | 24,189 | 2.5 |
| Hong Kong Dollar | 18,479 | 1 | 18,480 | 1.9 |
| | **545,610** | **(0)** | **545,610** | **57.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $52,502,000 or approximately 6.0% (June 30, 2016 – $54,561,000 or approximately 5.7%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 58.4% (June 30, 2016 – 53.5%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $51,078,000 (June 30, 2016 – $51,132,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 32.9 | 12.7 | 36.1 | 14.4 |
| AA | 9.7 | 3.8 | 9.2 | 3.6 |
| A | 40.7 | 15.8 | 38.2 | 15.3 |
| BBB | 16.5 | 6.4 | 16.3 | 6.5 |
| Unrated | 0.2 | 0.1 | 0.2 | 0.1 |
| | **100.0** | **38.8** | **100.0** | **39.9** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset

*The accompanying notes are an integral part of these financial statements.*

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **38.8** | **39.9** |
| **Canadian Bonds and Debentures** | | |
| Federal | 7.9 | 10.2 |
| Provincial | 14.1 | 13.4 |
| Corporate | 12.0 | 12.0 |
| **Foreign Bonds and Debentures** | | |
| Australia | 0.3 | 0.4 |
| United Kingdom | 0.2 | 0.2 |
| United States | 4.3 | 3.7 |
| **EQUITIES** | **58.4** | **53.5** |
| Canada | – | 0.0 |
| Denmark | 0.5 | – |
| France | 4.0 | 1.5 |
| Germany | 1.9 | 1.6 |
| Hong Kong | 1.8 | 1.6 |
| Japan | 5.1 | 4.7 |
| Luxembourg | 1.1 | 0.4 |
| Netherlands | 1.6 | 1.6 |
| Singapore | 2.9 | 2.5 |
| Switzerland | 4.9 | 5.1 |
| United Kingdom | 6.1 | 6.0 |
| United States | 28.5 | 28.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.9** | **5.9** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 279,405 | 231,376 | – | 510,781 |
| Bonds and debentures | – | 340,472 | – | 340,472 |
| Unrealized gain on currency forward contracts | – | 25 | – | 25 |
| Unrealized gain on futures contracts | 347 | – | – | 347 |
| | **279,752** | **571,873** | **–** | **851,625** |
| Unrealized loss on currency forward contracts | – | (156) | – | (156) |
| Unrealized loss on currency spot contracts | – | (36) | – | (36) |
| | **279,752** | **571,681** | **–** | **851,433** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 289,888 | 221,430 | – | 511,318 |
| Bonds and debentures | – | 380,621 | – | 380,621 |
| | **289,888** | **602,051** | **–** | **891,939** |
| Unrealized loss on futures contracts | (2,528) | – | – | (2,528) |
| | **287,360** | **602,051** | **–** | **889,411** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 25 | (25) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **25** | **(25)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 156 | (25) | – | 131 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **156** | **(25)** | **–** | **131** |

As at June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not with in the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 13.42 | 13.42 | 15.01 | 15.01 |
| Series F | 8.17 | 8.17 | 9.03 | 9.03 |
| Series FT | 10.06 | 10.06 | 11.79 | 11.79 |
| Series G | 13.50 | 13.51 | 15.10 | 15.10 |
| Series I | 6.45 | 6.45 | 7.40 | 7.40 |
| Series O | 11.83 | 11.83 | 13.42 | 13.42 |
| Series T | 4.33 | 4.33 | 4.65 | 4.65 |

# Dynamic Blue Chip Equity Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 406,789 | 369,119 |
| Unrealized gain on currency spot contracts | – | 1 |
| Cash | 25,708 | 82,218 |
| Subscriptions receivable | 156 | 567 |
| Accrued investment income and other | 538 | 705 |
| | **433,191** | **452,610** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 388 | 389 |
| Payable for securities purchased | 6,610 | 319 |
| Redemptions payable | 859 | 1,204 |
| Accrued expenses | 43 | 46 |
| Distributions payable | 3 | – |
| Unrealized loss on currency spot contracts | 24 | – |
| | **7,927** | **1,958** |
| **Net assets attributable to holders of redeemable units** | **425,264** | **450,652** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 169,213 | 174,751 |
| Series E | 2,470 | 1,621 |
| Series F | 11,647 | 10,070 |
| Series FI | n/a | 866 |
| Series G | 34,016 | 34,220 |
| Series I | 3,382 | 3,172 |
| Series O | 204,536 | 225,952 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 15.93 | 18.12 |
| Series E | 13.86 | 14.88 |
| Series F | 9.76 | 11.01 |
| Series FI | n/a | 15.16 |
| Series G | 16.12 | 18.25 |
| Series I | 8.27 | 9.34 |
| Series O | 8.57 | 9.99 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 3,622 | 2,731 |
| Interest for distribution purposes | 89 | 353 |
| Net realized gain (loss) on non-derivative financial assets | 20,356 | 43,511 |
| Net realized gain (loss) on currency forward contracts | – | (5,892) |
| Net realized gain (loss) on swap contracts | – | (3,087) |
| Change in unrealized gain (loss) on non-derivative financial assets | 42 | (4,274) |
| Change in unrealized gain (loss) on currency forward contracts | – | (5,565) |
| Change in unrealized gain (loss) on currency spot contracts | (24) | – |
| Net gain (loss) on investments | **24,085** | **27,777** |
| Securities lending | 6 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 470 | 786 |
| Total income (loss), net | **24,561** | **28,563** |
| **EXPENSES** | | |
| Management fees (note 5) | 2,169 | 2,432 |
| Fixed administration fees (note 6) | 249 | 283 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 356 | 355 |
| Harmonized Sales Tax/Goods and Services Tax | 255 | 292 |
| Transaction costs | 145 | 380 |
| Total expenses | **3,175** | **3,743** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **3,175** | **3,743** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **21,386** | **24,820** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 7,264 | 9,085 |
| Series E | 75 | 35 |
| Series F | 519 | 478 |
| Series FI | 25 | 26 |
| Series G | 1,461 | 1,649 |
| Series I | 180 | 152 |
| Series O | 11,862 | 13,395 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.78 | 0.91 |
| Series E | 0.50 | 0.61 |
| Series F | 0.55 | 0.50 |
| Series FI | 0.54 | 0.52 |
| Series G | 0.79 | 0.92 |
| Series I | 0.51 | 0.54 |
| Series O | 0.56 | 0.63 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 9,344,913 | 9,969,299 |
| Series E | 148,769 | 57,147 |
| Series F | 941,968 | 955,806 |
| Series FI | 46,684 | 49,360 |
| Series G | 1,838,551 | 1,799,352 |
| Series I | 356,340 | 280,350 |
| Series O | 21,196,442 | 21,182,990 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Equity Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 174,751 | 193,341 |
| Series E | 1,621 | 554 |
| Series F | 10,070 | 9,406 |
| Series FI | 866 | 539 |
| Series G | 34,220 | 34,594 |
| Series I | 3,172 | 2,352 |
| Series O | 225,952 | 222,662 |
| | **450,652** | **463,448** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 7,264 | 9,085 |
| Series E | 75 | 35 |
| Series F | 519 | 478 |
| Series FI | 25 | 26 |
| Series G | 1,461 | 1,649 |
| Series I | 180 | 152 |
| Series O | 11,862 | 13,395 |
| | **21,386** | **24,820** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series F | (27) | – |
| Series I | (29) | – |
| Series O | (2,003) | – |
| From net realized gains on investments | | |
| Series A | (27,033) | (8,400) |
| Series E | (271) | (24) |
| Series F | (1,829) | (551) |
| Series FI | – | (36) |
| Series G | (5,287) | (1,561) |
| Series I | (536) | (147) |
| Series O | (36,798) | (15,250) |
| | **(73,813)** | **(25,969)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 4,130 | 12,599 |
| Series E | 1,023 | 677 |
| Series F | 2,364 | 4,472 |
| Series FI | – | 620 |
| Series G | 811 | 2,692 |
| Series I | 606 | 739 |
| Series O | 5,936 | 13,131 |
| Reinvested distributions | | |
| Series A | 26,581 | 8,276 |
| Series E | 271 | 24 |
| Series F | 1,605 | 480 |
| Series FI | – | 36 |
| Series G | 5,242 | 1,546 |
| Series I | 464 | 147 |
| Series O | 38,801 | 15,250 |
| Payments on redemption | | |
| Series A | (16,480) | (15,539) |
| Series E | (249) | (135) |
| Series F | (1,055) | (2,602) |
| Series FI | (891) | (113) |
| Series G | (2,431) | (2,520) |
| Series I | (475) | (92) |
| Series O | (39,214) | (8,539) |
| | **27,039** | **31,149** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (5,538) | 6,021 |
| Series E | 849 | 577 |
| Series F | 1,577 | 2,277 |
| Series FI | (866) | 533 |
| Series G | (204) | 1,806 |
| Series I | 210 | 799 |
| Series O | (21,416) | 17,987 |
| | **(25,388)** | **30,000** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 169,213 | 199,362 |
| Series E | 2,470 | 1,131 |
| Series F | 11,647 | 11,683 |
| Series FI | n/a | 1,072 |
| Series G | 34,016 | 36,400 |
| Series I | 3,382 | 3,151 |
| Series O | 204,536 | 240,649 |
| | **425,264** | **493,448** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 21,386 | 24,820 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (20,356) | (43,511) |
| Unrealized foreign currency translation (gain) loss | 43 | (550) |
| Change in unrealized (gain) loss on non-derivative financial assets | (42) | 4,274 |
| Change in unrealized (gain) loss on currency forward contracts | – | 5,565 |
| Change in unrealized (gain) loss on currency spot contracts | 24 | – |
| Purchases of portfolio investments | (65,894) | (113,604) |
| Proceeds from sale of portfolio investments | 54,914 | 168,555 |
| Accrued investment income and other | 167 | (62) |
| Accrued expenses and other payables | (4) | 25 |
| **Net cash provided by (used in) operating activities** | **(9,762)** | **45,512** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 11,412 | 31,093 |
| Amounts paid on redemption of redeemable units | (57,271) | (26,321) |
| Distributions to unitholders of redeemable units | (846) | (209) |
| **Net cash provided by (used in) financing activities** | **(46,705)** | **4,563** |
| Unrealized foreign currency translation gain (loss) | (43) | 550 |
| Net increase (decrease) in cash | (56,510) | 50,625 |
| Cash (bank overdraft), beginning of period | 82,218 | 34,328 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **25,708** | **84,953** |
| Interest received[1] | 109 | 329 |
| Dividends received, net of withholding taxes[1] | 3,451 | 2,334 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Equity Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (95.5%)** | | | |
| **Denmark (0.6%)** | | | |
| Topdanmark A/S | 80,200 | **2,723** | **2,741** |
| **France (6.4%)** | | | |
| LVMH Moët Hennessy Louis Vuitton SA | 52,600 | 12,450 | 13,501 |
| Schneider Electric SA | 146,900 | 13,562 | 13,741 |
| | | **26,012** | **27,242** |
| **Germany (2.9%)** | | | |
| Fresenius SE & Co. KGaA | 118,200 | **10,996** | **12,429** |
| **Hong Kong (3.1%)** | | | |
| CK Hutchison Holdings Limited | 881,300 | **15,840** | **13,360** |
| **Japan (8.1%)** | | | |
| Fanuc Corporation | 51,800 | 10,739 | 11,771 |
| Fuji Heavy Industries Ltd. | 96,500 | 5,398 | 5,275 |
| KDDI Corporation | 354,400 | 12,716 | 12,025 |
| Kuraray Co., Ltd. | 211,000 | 4,275 | 4,243 |
| USS Co., Ltd. | 56,500 | 1,119 | 1,207 |
| | | **34,247** | **34,521** |
| **Luxembourg (1.0%)** | | | |
| L'Occitane International SA | 1,756,300 | **4,727** | **4,455** |
| **Netherlands (2.5%)** | | | |
| Unilever NV | 193,200 | **11,482** | **10,689** |
| **Singapore (4.7%)** | | | |
| DBS Group Holdings Ltd. | 619,500 | 9,950 | 9,934 |
| United Overseas Bank Limited | 527,700 | 9,870 | 9,954 |
| | | **19,820** | **19,888** |
| **Switzerland (5.8%)** | | | |
| Nestlé SA | 150,700 | 15,411 | 14,546 |
| Novartis AG, Sponsored ADR | 103,900 | 10,574 | 10,162 |
| | | **25,985** | **24,708** |
| **United Kingdom (10.0%)** | | | |
| Admiral Group PLC | 297,300 | 10,260 | 8,961 |
| Diageo PLC | 388,400 | 13,701 | 13,507 |
| Nielsen Holdings PLC | 229,100 | 15,039 | 12,904 |
| WPP PLC | 232,700 | 6,743 | 6,993 |
| | | **45,743** | **42,365** |
| **United States (50.4%)** | | | |
| 3M Company | 57,100 | 11,986 | 13,700 |
| Alphabet Inc., Class "C" | 20,587 | 8,615 | 21,354 |
| Capital One Financial Corporation | 96,000 | 9,720 | 11,245 |
| Cognizant Technology Solutions Corporation, Class "A" | 210,000 | 14,011 | 15,799 |
| Deere & Company | 103,000 | 11,103 | 14,250 |
| Ecolab Inc. | 69,600 | 3,556 | 10,954 |
| Estee Lauder Companies Inc. (The), Class "A" | 51,500 | 3,563 | 5,289 |
| Express Scripts Holding Company | 147,200 | 14,844 | 13,596 |
| Johnson & Johnson | 80,100 | 11,360 | 12,396 |
| Microsoft Corporation | 270,500 | 7,465 | 22,569 |
| Omnicom Group Inc. | 68,500 | 6,996 | 7,829 |
| Oracle Corporation | 251,400 | 13,370 | 12,979 |
| Progressive Corporation (The) | 236,300 | 9,963 | 11,268 |
| Union Pacific Corporation | 122,500 | 6,382 | 17,062 |
| Visa Inc., Class "A" | 109,800 | 2,033 | 11,524 |
| Walt Disney Company (The) | 89,800 | 6,153 | 12,577 |
| | | **141,120** | **214,391** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.5%)** | | **338,695** | **406,789** |
| **TRANSACTION COSTS (0.0%)** | | **(407)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.5%)** | | **338,288** | **406,789** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (6.0%)** | | | |
| Canadian | | 8,541 | 8,541 |
| Foreign | | 17,184 | 17,167 |
| | | **25,725** | **25,708** |
| **OTHER NET ASSETS (LIABILITIES) (–1.5%)** | | | **(7,233)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **425,264** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Equity Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of businesses around the world.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 265,736 | (0) | 265,736 | 62.5 |
| Euro | 50,405 | – | 50,405 | 11.9 |
| Japanese Yen | 33,144 | (24) | 33,120 | 7.8 |
| Pound Sterling | 29,461 | – | 29,461 | 6.9 |
| Singapore Dollar | 19,888 | – | 19,888 | 4.7 |
| Hong Kong Dollar | 17,815 | – | 17,815 | 4.2 |
| Swiss Franc | 14,636 | – | 14,636 | 3.4 |
| Danish Krone | 2,645 | 0 | 2,645 | 0.6 |
| | **433,730** | **(24)** | **433,706** | **102.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 240,809 | – | 240,809 | 53.4 |
| Pound Sterling | 34,392 | – | 34,392 | 7.6 |
| Euro | 33,254 | – | 33,254 | 7.4 |
| Japanese Yen | 26,067 | – | 26,067 | 5.8 |
| Singapore Dollar | 18,944 | – | 18,944 | 4.2 |
| Swiss Franc | 15,166 | – | 15,166 | 3.4 |
| Hong Kong Dollar | 13,429 | 1 | 13,430 | 3.0 |
| | **382,061** | **1** | **382,062** | **84.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $43,370,000 or approximately 10.2% (June 30, 2016 – $38,206,000 or approximately 8.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 95.5% (June 30, 2016 – 81.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $40,679,000 (June 30, 2016 – $36,912,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **95.5** | **81.9** |
| Denmark | 0.6 | – |
| France | 6.4 | 2.3 |
| Germany | 2.9 | 2.5 |
| Hong Kong | 3.1 | 2.6 |
| Japan | 8.1 | 5.8 |
| Luxembourg | 1.0 | 0.4 |
| Netherlands | 2.5 | 2.6 |
| Singapore | 4.7 | 4.2 |
| Switzerland | 5.8 | 5.8 |
| United Kingdom | 10.0 | 7.6 |
| United States | 50.4 | 48.1 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **6.0** | **18.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 237,457 | 169,332 | – | 406,789 |
| | **237,457** | **169,332** | **–** | **406,789** |
| Unrealized loss on currency spot contracts | – | (24) | – | (24) |
| | **237,457** | **169,308** | **–** | **406,765** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 228,010 | 141,109 | – | 369,119 |
| Unrealized gain on currency spot contracts | – | 1 | – | 1 |
| | **228,010** | **141,110** | **–** | **369,120** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip Equity Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Global Balanced Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 48,070 | 46,715 |
| Cash | 913 | 7,269 |
| Receivable for securities sold | 440 | 65 |
| Subscriptions receivable | 136 | 88 |
| Accrued investment income and other | 35 | 82 |
| | **49,594** | **54,219** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 86 | 95 |
| Payable for securities purchased | 474 | 27 |
| Redemptions payable | 39 | 167 |
| Accrued expenses | 10 | 12 |
| Unrealized loss on currency spot contracts | 2 | – |
| | **611** | **301** |
| **Net assets attributable to holders of redeemable units** | **48,983** | **53,918** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 34,764 | 34,518 |
| Series E | 1,199 | 2,082 |
| Series F | 4,406 | 4,318 |
| Series FI | n/a | 305 |
| Series I | 331 | 340 |
| Series T | 8,283 | 12,355 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 11.29 | 10.99 |
| Series E | 10.29 | 10.00 |
| Series F | 11.31 | 10.98 |
| Series FI | n/a | 10.70 |
| Series I | 11.39 | 11.06 |
| Series T | 10.36 | 10.25 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 291 | 196 |
| Interest for distribution purposes | 250 | 25 |
| Net realized gain (loss) on non-derivative financial assets | 679 | 406 |
| Net realized gain (loss) on currency forward contracts | – | (17) |
| Change in unrealized gain (loss) on non-derivative financial assets | 1,437 | 1,043 |
| Change in unrealized gain (loss) on currency forward contracts | – | 17 |
| Change in unrealized gain (loss) on currency spot contracts | (2) | (1) |
| Net gain (loss) on investments | **2,655** | **1,669** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 2 | 10 |
| Total income (loss), net | **2,658** | **1,679** |
| **EXPENSES** | | |
| Management fees (note 5) | 493 | 245 |
| Fixed administration fees (note 6) | 58 | 31 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Foreign withholding taxes/tax reclaims | 24 | 13 |
| Harmonized Sales Tax/Goods and Services Tax | 63 | 28 |
| Transaction costs | 23 | 28 |
| Total expenses | **663** | **346** |
| Expenses absorbed by the Manager | – | (12) |
| Net expenses | **663** | **334** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **1,995** | **1,345** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 1,279 | 1,012 |
| Series E | 68 | 44 |
| Series F | 188 | 192 |
| Series FI | 7 | 7 |
| Series I | 16 | 16 |
| Series T | 437 | 74 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.40 | 0.59 |
| Series E | 0.35 | 0.70 |
| Series F | 0.52 | 0.64 |
| Series FI | 0.25 | 0.64 |
| Series I | 0.55 | 0.66 |
| Series T | 0.45 | 0.48 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 3,170,514 | 1,711,533 |
| Series E | 192,048 | 63,263 |
| Series F | 362,505 | 301,941 |
| Series FI | 28,556 | 10,859 |
| Series I | 29,147 | 24,788 |
| Series T | 973,112 | 155,491 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Balanced Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 34,518 | 14,283 |
| Series E | 2,082 | 171 |
| Series F | 4,318 | 2,791 |
| Series FI | 305 | 115 |
| Series I | 340 | 239 |
| Series T | 12,355 | 228 |
| | **53,918** | **17,827** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 1,279 | 1,012 |
| Series E | 68 | 44 |
| Series F | 188 | 192 |
| Series FI | 7 | 7 |
| Series I | 16 | 16 |
| Series T | 437 | 74 |
| | **1,995** | **1,345** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (40) | (30) |
| Series E | (3) | (1) |
| Series F | (31) | (25) |
| Series FI | (1) | (1) |
| Series I | (4) | (4) |
| Series T | (13) | (1) |
| From return of capital | | |
| Series A | (272) | (165) |
| Series E | (14) | (11) |
| Series F | (30) | (26) |
| Series FI | (1) | (1) |
| Series I | (2) | (4) |
| Series T | (240) | (44) |
| | **(651)** | **(313)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 3,689 | 12,038 |
| Series E | 165 | 1,663 |
| Series F | 837 | 1,090 |
| Series I | – | 366 |
| Series T | 903 | 4,163 |
| Reinvested distributions | | |
| Series A | 309 | 193 |
| Series E | 13 | 12 |
| Series F | 52 | 48 |
| Series FI | 1 | 2 |
| Series I | 6 | 8 |
| Series T | 31 | 21 |
| Payments on redemption | | |
| Series A | (4,719) | (1,297) |
| Series E | (1,112) | – |
| Series F | (928) | (247) |
| Series FI | (311) | – |
| Series I | (25) | (2) |
| Series T | (5,190) | (112) |
| | **(6,279)** | **17,946** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 246 | 11,751 |
| Series E | (883) | 1,707 |
| Series F | 88 | 1,032 |
| Series FI | (305) | 7 |
| Series I | (9) | 380 |
| Series T | (4,072) | 4,101 |
| | **(4,935)** | **18,978** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 34,764 | 26,034 |
| Series E | 1,199 | 1,878 |
| Series F | 4,406 | 3,823 |
| Series FI | n/a | 122 |
| Series I | 331 | 619 |
| Series T | 8,283 | 4,329 |
| | **48,983** | **36,805** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 1,995 | 1,345 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (679) | (406) |
| Unrealized foreign currency translation (gain) loss | 1 | 1 |
| Change in unrealized (gain) loss on non-derivative financial assets | (1,437) | (1,043) |
| Change in unrealized (gain) loss on currency forward contracts | – | (17) |
| Change in unrealized (gain) loss on currency spot contracts | 2 | 1 |
| Other non-cash transactions | (245) | (89) |
| Purchases of portfolio investments | (7,584) | (14,955) |
| Proceeds from sale of portfolio investments | 8,662 | 2,672 |
| Accrued investment income and other | 47 | (20) |
| Accrued expenses and other payables | (11) | 39 |
| **Net cash provided by (used in) operating activities** | **751** | **(12,472)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 4,213 | 18,951 |
| Amounts paid on redemption of redeemable units | (11,080) | (1,219) |
| Distributions to unitholders of redeemable units | (239) | (29) |
| **Net cash provided by (used in) financing activities** | **(7,106)** | **17,703** |
| Unrealized foreign currency translation gain (loss) | (1) | (1) |
| Net increase (decrease) in cash | (6,356) | 5,230 |
| Cash (bank overdraft), beginning of period | 7,269 | 1,661 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **913** | **6,891** |
| Interest paid[1] | 1 | – |
| Interest received[1] | 8 | 5 |
| Dividends received, net of withholding taxes[1] | 302 | 101 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Balanced Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (69.4%)** | | | |
| **Australia (1.8%)** | | | |
| Ansell Limited | 36,772 | **724** | **881** |
| **Brazil (0.2%)** | | | |
| OdontoPrev SA | 17,900 | **62** | **93** |
| **Denmark (0.6%)** | | | |
| Chr. Hansen Holding A/S | 2,100 | 92 | 156 |
| Topdanmark A/S | 4,600 | 156 | 157 |
| | | **248** | **313** |
| **Finland (1.8%)** | | | |
| Nokian Renkaat OYJ | 18,000 | **746** | **903** |
| **France (6.8%)** | | | |
| Dassault Systèmes SA | 8,600 | 776 | 882 |
| LVMH Moët Hennessy Louis Vuitton SA | 3,700 | 843 | 950 |
| Schneider Electric SA | 10,400 | 960 | 973 |
| Technip SA | 5,645 | 406 | 539 |
| | | **2,985** | **3,344** |
| **Germany (2.3%)** | | | |
| Fresenius SE & Co. KGaA | 10,700 | **997** | **1,125** |
| **Hong Kong (3.9%)** | | | |
| CK Hutchison Holdings Limited | 70,800 | 1,315 | 1,073 |
| Li & Fung Limited | 1,420,700 | 1,136 | 834 |
| | | **2,451** | **1,907** |
| **Israel (2.0%)** | | | |
| Check Point Software Technologies Ltd. | 8,600 | **844** | **975** |
| **Japan (4.7%)** | | | |
| Fanuc Corporation | 3,800 | 795 | 864 |
| Fuji Heavy Industries Ltd. | 7,900 | 442 | 432 |
| Kuraray Co., Ltd. | 14,300 | 290 | 288 |
| USS Co., Ltd. | 4,100 | 80 | 88 |
| ÆON Delight Co., Ltd. | 17,200 | 547 | 644 |
| | | **2,154** | **2,316** |
| **Norway (3.5%)** | | | |
| Gjensidige Forsikring ASA | 17,400 | 363 | 372 |
| Kongsberg Gruppen ASA | 40,292 | 836 | 782 |
| TGS-Nopec Geophysical Company ASA | 18,100 | 450 | 540 |
| | | **1,649** | **1,694** |
| **Russia (1.0%)** | | | |
| Mobile TeleSystems OJSC, Sponsored ADR | 40,150 | **489** | **491** |
| **Singapore (4.0%)** | | | |
| ComfortDelGro Corporation Limited | 271,200 | 647 | 619 |
| DBS Group Holdings Ltd. | 28,800 | 476 | 462 |
| Mapletree Logistics Trust | 429,600 | 406 | 406 |
| United Overseas Bank Limited | 25,300 | 471 | 477 |
| | | **2,000** | **1,964** |
| **South Korea (2.1%)** | | | |
| Samsung Electronics Co., Ltd. | 515 | **685** | **1,022** |
| **Switzerland (3.4%)** | | | |
| Nestlé SA | 11,730 | 1,105 | 1,132 |
| SGS SA | 200 | 499 | 547 |
| | | **1,604** | **1,679** |
| **United Kingdom (8.2%)** | | | |
| Admiral Group PLC | 13,400 | 435 | 404 |
| Diageo PLC | 26,300 | 920 | 915 |
| Inchcape PLC | 51,700 | 722 | 599 |
| Intertek Group PLC | 8,033 | 401 | 461 |
| Nielsen Holdings PLC | 19,000 | 1,129 | 1,070 |
| WPP PLC | 19,000 | 552 | 571 |
| | | **4,159** | **4,020** |
| **United States (22.2%)** | | | |
| 3M Company | 4,350 | 833 | 1,044 |
| Alphabet Inc., Class "A" | 1,000 | 820 | 1,065 |
| AutoZone, Inc. | 910 | 817 | 966 |
| Capital One Financial Corporation | 3,700 | 362 | 433 |
| Cognizant Technology Solutions Corporation, Class "A" | 13,000 | 867 | 978 |
| Deere & Company | 8,900 | 915 | 1,231 |
| Estee Lauder Companies Inc. (The), Class "A" | 3,700 | 454 | 380 |
| Express Scripts Holding Company | 11,600 | 1,088 | 1,071 |
| Microsoft Corporation | 14,478 | 833 | 1,208 |
| Omnicom Group Inc. | 5,200 | 505 | 594 |
| Oracle Corporation | 18,000 | 969 | 929 |
| Progressive Corporation (The) | 11,100 | 435 | 529 |
| Visa Inc., Class "A" | 4,200 | 361 | 441 |
| | | **9,259** | **10,869** |
| **Vietnam (0.9%)** | | | |
| Vietnam Dairy Products Joint Stock Company | 57,560 | **484** | **426** |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (28.7%)** | | | |
| PIMCO Global Advantage Strategy Bond Fund (Canada), Series "I" | 1,383,932 | **14,185** | **14,048** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.1%)** | | **45,725** | **48,070** |
| **TRANSACTION COSTS (0.0%)** | | **(67)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.1%)** | | **45,658** | **48,070** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.9%)** | | | |
| Canadian | | 751 | 751 |
| Foreign | | 161 | 162 |
| | | **912** | **913** |
| **OTHER NET ASSETS (LIABILITIES) (0.0%)** | | | **–** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **48,983** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Balanced Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth and income through investing primarily in equity securities and debt obligations of businesses located outside of Canada.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 13,497 | – | 13,497 | 27.6 |
| Euro | 5,379 | – | 5,379 | 11.0 |
| Pound Sterling | 2,950 | – | 2,950 | 6.0 |
| Japanese Yen | 2,223 | (2) | 2,221 | 4.5 |
| Hong Kong Dollar | 2,057 | 0 | 2,057 | 4.2 |
| Singapore Dollar | 1,976 | – | 1,976 | 4.0 |
| Norwegian Krone | 1,714 | – | 1,714 | 3.5 |
| Swiss Franc | 1,695 | – | 1,695 | 3.5 |
| South Korean Won | 1,220 | – | 1,220 | 2.5 |
| Australian Dollar | 881 | – | 881 | 1.8 |
| Vietnamese Dong | 427 | – | 427 | 0.9 |
| Danish Krone | 311 | (0) | 311 | 0.6 |
| Brazilian Real | 93 | – | 93 | 0.2 |
| | **34,423** | **(2)** | **34,421** | **70.3** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 10,622 | – | 10,622 | 19.6 |
| Euro | 3,966 | – | 3,966 | 7.4 |
| Japanese Yen | 3,600 | – | 3,600 | 6.7 |
| Pound Sterling | 3,426 | – | 3,426 | 6.4 |
| Swiss Franc | 2,898 | – | 2,898 | 5.4 |
| Singapore Dollar | 2,045 | – | 2,045 | 3.8 |
| Norwegian Krone | 1,647 | – | 1,647 | 3.1 |
| Hong Kong Dollar | 1,375 | 0 | 1,375 | 2.5 |
| South Korean Won | 996 | – | 996 | 1.8 |
| Danish Krone | 180 | – | 180 | 0.3 |
| Brazilian Real | 96 | – | 96 | 0.2 |
| | **30,851** | **0** | **30,851** | **57.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $3,442,000 or approximately 7.0% (June 30, 2016 – $3,085,000 or approximately 5.7%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.1% (June 30, 2016 – 86.5%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $4,807,000 (June 30, 2016 – $4,672,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic Global Balanced Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **69.4** | **56.7** |
| Australia | 1.8 | – |
| Brazil | 0.2 | 0.2 |
| Denmark | 0.6 | 0.3 |
| Finland | 1.8 | 1.7 |
| France | 6.8 | 3.7 |
| Germany | 2.3 | 1.9 |
| Hong Kong | 3.9 | 2.2 |
| Israel | 2.0 | 1.7 |
| Japan | 4.7 | 6.7 |
| Luxembourg | – | 0.3 |
| Norway | 3.5 | 3.0 |
| Russia | 1.0 | 0.8 |
| Singapore | 4.0 | 3.8 |
| South Korea | 2.1 | 1.8 |
| Switzerland | 3.4 | 5.3 |
| United Kingdom | 8.2 | 6.3 |
| United States | 22.2 | 17.0 |
| Vietnam | 0.9 | – |
| **INVESTMENTS IN UNDERLYING FUNDS** | **28.7** | **29.8** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.9** | **13.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 13,405 | 20,617 | – | 34,022 |
| Underlying funds | 14,048 | – | – | 14,048 |
| | **27,453** | **20,617** | **–** | **48,070** |
| Unrealized loss on currency spot contracts | – | (2) | – | (2) |
| | **27,453** | **20,615** | **–** | **48,068** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 10,610 | 20,022 | – | 30,632 |
| Underlying funds | 16,083 | – | – | 16,083 |
| | **26,693** | **20,022** | **–** | **46,715** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| PIMCO Global Advantage Strategy Bond Fund (Canada), Series "I" | 14,048 | 7.8 |
| | **14,048** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| PIMCO Global Advantage Strategy Bond Fund (Canada), Series "I" | 16,083 | 8.6 |
| | **16,083** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 577,327 | 469,012 |
| Cash | 62,920 | 75,792 |
| Subscriptions receivable | 332 | 227 |
| Accrued investment income and other | 672 | 1,219 |
| | **641,251** | **546,250** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 43 | 42 |
| Payable for securities purchased | 10,143 | 383 |
| Redemptions payable | 1,048 | 697 |
| Accrued expenses | 28 | 25 |
| Unrealized loss on currency spot contracts | 31 | – |
| | **11,293** | **1,147** |
| **Net assets attributable to holders of redeemable units** | **629,958** | **545,103** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 20,798 | 20,382 |
| Series E | 364 | 247 |
| Series F | 4,158 | 3,214 |
| Series FI | n/a | 1,264 |
| Series I | 922 | 1,169 |
| Series O | 603,716 | 518,827 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 12.70 | 12.26 |
| Series E | 9.60 | 9.29 |
| Series F | 12.67 | 12.37 |
| Series FI | n/a | 12.29 |
| Series I | 12.50 | 12.32 |
| Series O | 13.02 | 12.67 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 4,509 | 3,117 |
| Interest for distribution purposes | 92 | 47 |
| Net realized gain (loss) on non-derivative financial assets | 12,458 | 16,249 |
| Net realized gain (loss) on currency forward contracts | – | (730) |
| Change in unrealized gain (loss) on non-derivative financial assets | 19,892 | 31,777 |
| Change in unrealized gain (loss) on currency forward contracts | – | 730 |
| Change in unrealized gain (loss) on currency spot contracts | (32) | 1 |
| Net gain (loss) on investments | **36,919** | **51,191** |
| Securities lending | 11 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 403 | 1,142 |
| Total income (loss), net | **37,333** | **52,333** |
| **EXPENSES** | | |
| Management fees (note 5) | 235 | 149 |
| Fixed administration fees (note 6) | 142 | 112 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 5 | – |
| Foreign withholding taxes/tax reclaims | 416 | 303 |
| Harmonized Sales Tax/Goods and Services Tax | 38 | 28 |
| Transaction costs | 273 | 460 |
| Total expenses | **1,110** | **1,053** |
| Expenses absorbed by the Manager | – | (5) |
| Net expenses | **1,110** | **1,048** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **36,223** | **51,285** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 1,052 | 1,159 |
| Series E | 11 | (1) |
| Series F | 197 | 250 |
| Series FI | 49 | 226 |
| Series I | 71 | 117 |
| Series O | 34,843 | 49,534 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.64 | 1.20 |
| Series E | 0.47 | (0.08) |
| Series F | 0.74 | 1.25 |
| Series FI | 0.65 | 1.38 |
| Series I | 0.89 | 1.32 |
| Series O | 0.83 | 1.40 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 1,645,639 | 963,686 |
| Series E | 23,410 | 6,355 |
| Series F | 267,511 | 198,972 |
| Series FI | 75,880 | 163,038 |
| Series I | 79,799 | 88,758 |
| Series O | 42,215,399 | 35,569,156 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 20,382 | 10,586 |
| Series E | 247 | – |
| Series F | 3,214 | 2,193 |
| Series FI | 1,264 | 1,897 |
| Series I | 1,169 | 1,184 |
| Series O | 518,827 | 448,635 |
| | **545,103** | **464,495** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 1,052 | 1,159 |
| Series E | 11 | (1) |
| Series F | 197 | 250 |
| Series FI | 49 | 226 |
| Series I | 71 | 117 |
| Series O | 34,843 | 49,534 |
| | **36,223** | **51,285** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | – | (80) |
| Series F | (40) | (45) |
| Series FI | – | (32) |
| Series I | (22) | (41) |
| Series O | (10,553) | (13,757) |
| From net realized gains on investments | | |
| Series A | (331) | – |
| Series E | (3) | – |
| Series F | (89) | – |
| Series I | (22) | – |
| Series O | (10,362) | – |
| | **(21,422)** | **(13,955)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,797 | 5,771 |
| Series E | 365 | 64 |
| Series F | 1,474 | 825 |
| Series FI | – | 636 |
| Series I | 3 | 201 |
| Series O | 66,019 | 25,504 |
| Reinvested distributions | | |
| Series A | 314 | 75 |
| Series E | 3 | – |
| Series F | 126 | 44 |
| Series FI | – | 32 |
| Series I | 44 | 41 |
| Series O | 20,743 | 13,757 |
| Payments on redemption | | |
| Series A | (2,416) | (1,101) |
| Series E | (259) | – |
| Series F | (724) | (224) |
| Series FI | (1,313) | (1,558) |
| Series I | (321) | (250) |
| Series O | (15,801) | (35,099) |
| | **70,054** | **8,718** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 416 | 5,824 |
| Series E | 117 | 63 |
| Series F | 944 | 850 |
| Series FI | (1,264) | (696) |
| Series I | (247) | 68 |
| Series O | 84,889 | 39,939 |
| | **84,855** | **46,048** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 20,798 | 16,410 |
| Series E | 364 | 63 |
| Series F | 4,158 | 3,043 |
| Series FI | n/a | 1,201 |
| Series I | 922 | 1,252 |
| Series O | 603,716 | 488,574 |
| | **629,958** | **510,543** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 36,223 | 51,285 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (12,458) | (16,249) |
| Unrealized foreign currency translation (gain) loss | 95 | (151) |
| Change in unrealized (gain) loss on non-derivative financial assets | (19,892) | (31,777) |
| Change in unrealized (gain) loss on currency forward contracts | – | (730) |
| Change in unrealized (gain) loss on currency spot contracts | 32 | (1) |
| Purchases of portfolio investments | (112,056) | (100,427) |
| Proceeds from sale of portfolio investments | 45,850 | 101,163 |
| Accrued investment income and other | 547 | (132) |
| Accrued expenses and other payables | 4 | 13 |
| **Net cash provided by (used in) operating activities** | **(61,655)** | **2,994** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 67,403 | 32,781 |
| Amounts paid on redemption of redeemable units | (18,333) | (38,274) |
| Distributions to unitholders of redeemable units | (192) | (6) |
| **Net cash provided by (used in) financing activities** | **48,878** | **(5,499)** |
| Unrealized foreign currency translation gain (loss) | (95) | 151 |
| Net increase (decrease) in cash | (12,872) | (2,354) |
| Cash (bank overdraft), beginning of period | 75,792 | 37,701 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **62,920** | **35,347** |
| Interest paid[1] | 5 | – |
| Interest received[1] | 97 | 56 |
| Dividends received, net of withholding taxes[1] | 4,680 | 2,692 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (91.8%)** | | | |
| **Australia (2.3%)** | | | |
| Ansell Limited | 616,118 | **12,373** | **14,762** |
| **Brazil (0.3%)** | | | |
| OdontoPrev SA | 368,900 | **1,271** | **1,919** |
| **Denmark (1.1%)** | | | |
| Chr. Hansen Holding A/S | 61,067 | 2,437 | 4,547 |
| Topdanmark A/S | 69,100 | 2,347 | 2,362 |
| | | **4,784** | **6,909** |
| **Finland (2.6%)** | | | |
| Nokian Renkaat OYJ | 330,200 | **11,875** | **16,568** |
| **France (8.7%)** | | | |
| Dassault Systèmes SA | 144,900 | 9,984 | 14,860 |
| LVMH Moët Hennessy Louis Vuitton SA | 59,500 | 13,634 | 15,272 |
| Schneider Electric SA | 159,400 | 14,716 | 14,910 |
| Technip SA | 101,120 | 6,761 | 9,660 |
| | | **45,095** | **54,702** |
| **Germany (2.2%)** | | | |
| Fresenius SE & Co. KGaA | 128,900 | **12,013** | **13,554** |
| **Hong Kong (5.1%)** | | | |
| CK Hutchison Holdings Limited | 1,286,600 | 25,914 | 19,504 |
| Li & Fung Limited | 21,238,500 | 21,061 | 12,469 |
| | | **46,975** | **31,973** |
| **Israel (2.2%)** | | | |
| Check Point Software Technologies Ltd. | 122,300 | **9,319** | **13,869** |
| **Japan (6.5%)** | | | |
| Fanuc Corporation | 62,800 | 13,118 | 14,271 |
| Fuji Heavy Industries Ltd. | 141,900 | 7,937 | 7,757 |
| Kuraray Co., Ltd. | 258,400 | 5,235 | 5,196 |
| USS Co., Ltd. | 57,800 | 1,144 | 1,235 |
| ÆON Delight Co., Ltd. | 330,400 | 8,419 | 12,364 |
| | | **35,853** | **40,823** |
| **Luxembourg (0.9%)** | | | |
| L'Occitane International SA | 2,112,800 | **5,686** | **5,359** |
| **Norway (4.6%)** | | | |
| Gjensidige Forsikring ASA | 426,255 | 8,966 | 9,104 |
| Kongsberg Gruppen ASA | 506,179 | 10,493 | 9,825 |
| TGS-Nopec Geophysical Company ASA | 335,080 | 8,590 | 10,004 |
| | | **28,049** | **28,933** |
| **Russia (1.4%)** | | | |
| Mobile TeleSystems OJSC, Sponsored ADR | 697,840 | **8,710** | **8,536** |
| **Singapore (5.3%)** | | | |
| ComfortDelGro Corporation Limited | 5,095,000 | 10,531 | 11,633 |
| DBS Group Holdings Ltd. | 482,100 | 8,214 | 7,731 |
| Mapletree Logistics Trust | 7,180,300 | 6,709 | 6,778 |
| United Overseas Bank Limited | 392,600 | 7,285 | 7,406 |
| | | **32,739** | **33,548** |
| **South Korea (3.2%)** | | | |
| Samsung Electronics Co., Ltd. | 10,194 | **12,459** | **20,224** |
| **Switzerland (4.9%)** | | | |
| Nestlé SA | 175,480 | 14,695 | 16,937 |
| SGS SA | 5,000 | 11,302 | 13,664 |
| | | **25,997** | **30,601** |
| **United Kingdom (10.4%)** | | | |
| Admiral Group PLC | 201,100 | 6,110 | 6,062 |
| Diageo PLC | 389,700 | 13,620 | 13,552 |
| Inchcape PLC | 797,200 | 12,435 | 9,232 |
| Intertek Group PLC | 158,732 | 6,908 | 9,103 |
| Nielsen Holdings PLC | 338,500 | 20,011 | 19,066 |
| WPP PLC | 274,500 | 8,236 | 8,249 |
| | | **67,320** | **65,264** |
| **United States (29.0%)** | | | |
| 3M Company | 65,800 | 10,501 | 15,787 |
| Alphabet Inc., Class "A" | 13,287 | 8,188 | 14,145 |
| AutoZone, Inc. | 14,750 | 9,580 | 15,664 |
| Capital One Financial Corporation | 74,600 | 7,528 | 8,738 |
| Cognizant Technology Solutions Corporation, Class "A" | 272,300 | 18,168 | 20,486 |
| Deere & Company | 125,000 | 11,736 | 17,294 |
| Estee Lauder Companies Inc. (The), Class "A" | 75,700 | 9,285 | 7,775 |
| Express Scripts Holding Company | 178,200 | 15,222 | 16,459 |
| Microsoft Corporation | 239,500 | 11,630 | 19,983 |
| Omnicom Group Inc. | 76,800 | 7,327 | 8,778 |
| Oracle Corporation | 302,500 | 16,206 | 15,617 |
| Progressive Corporation (The) | 165,900 | 5,785 | 7,911 |
| Visa Inc., Class "A" | 132,900 | 7,752 | 13,948 |
| | | **138,908** | **182,585** |
| **EQUITIES (91.8%) (cont'd)** | | | |
| **Vietnam (1.1%)** | | | |
| Vietnam Dairy Products Joint Stock Company | 971,520 | **8,087** | **7,198** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.8%)** | | **507,513** | **577,327** |
| **TRANSACTION COSTS (0.0%)** | | **(1,050)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.8%)** | | **506,463** | **577,327** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (10.0%)** | | | |
| Canadian | | 53,013 | 53,013 |
| Foreign | | 9,923 | 9,907 |
| | | **62,936** | **62,920** |
| **OTHER NET ASSETS (LIABILITIES) (–1.8%)** | | | **(10,289)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **629,958** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth through investing primarily in equity securities of businesses located outside of Canada.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 235,775 | – | 235,775 | 37.4 |
| Euro | 84,935 | – | 84,935 | 13.5 |
| Pound Sterling | 46,198 | – | 46,198 | 7.3 |
| Japanese Yen | 39,138 | (30) | 39,108 | 6.2 |
| Hong Kong Dollar | 36,972 | (1) | 36,971 | 5.9 |
| Singapore Dollar | 33,707 | – | 33,707 | 5.4 |
| Swiss Franc | 30,963 | – | 30,963 | 4.9 |
| Norwegian Krone | 29,206 | – | 29,206 | 4.6 |
| South Korean Won | 20,224 | – | 20,224 | 3.2 |
| Australian Dollar | 14,762 | – | 14,762 | 2.3 |
| Vietnamese Dong | 7,248 | – | 7,248 | 1.2 |
| Danish Krone | 6,861 | (0) | 6,861 | 1.1 |
| Brazilian Real | 1,922 | – | 1,922 | 0.3 |
| Israeli Shekel | 2 | – | 2 | 0.0 |
| | **587,913** | **(31)** | **587,882** | **93.3** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 165,270 | – | 165,270 | 30.3 |
| Euro | 60,815 | – | 60,815 | 11.2 |
| Pound Sterling | 52,701 | – | 52,701 | 9.7 |
| Swiss Franc | 52,216 | – | 52,216 | 9.6 |
| Japanese Yen | 40,950 | – | 40,950 | 7.5 |
| Singapore Dollar | 35,099 | – | 35,099 | 6.4 |
| Norwegian Krone | 26,166 | – | 26,166 | 4.8 |
| Hong Kong Dollar | 22,864 | – | 22,864 | 4.2 |
| South Korean Won | 16,504 | – | 16,504 | 3.0 |
| Danish Krone | 5,217 | – | 5,217 | 1.0 |
| Brazilian Real | 1,985 | – | 1,985 | 0.4 |
| Israeli Shekel | 2 | – | 2 | 0.0 |
| | **479,789** | **–** | **479,789** | **88.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $58,788,000 or approximately 9.3% (June 30, 2016 – $47,979,000 or approximately 8.8%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 91.8% (June 30, 2016 – 86.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $57,733,000 (June 30, 2016 – $46,901,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **91.8** | **86.2** |
| Australia | 2.3 | – |
| Brazil | 0.3 | 0.4 |
| Denmark | 1.1 | 1.0 |
| Finland | 2.6 | 2.8 |
| France | 8.7 | 6.1 |
| Germany | 2.2 | 2.3 |
| Hong Kong | 5.1 | 3.8 |
| Israel | 2.2 | 2.3 |
| Japan | 6.5 | 7.5 |
| Luxembourg | 0.9 | 0.4 |
| Norway | 4.6 | 4.8 |
| Russia | 1.4 | 1.4 |
| Singapore | 5.3 | 6.4 |
| South Korea | 3.2 | 3.0 |
| Switzerland | 4.9 | 9.5 |
| United Kingdom | 10.4 | 9.6 |
| United States | 29.0 | 24.9 |
| Vietnam | 1.1 | – |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **10.0** | **13.9** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 224,056 | 353,271 | – | 577,327 |
| | **224,056** | **353,271** | **–** | **577,327** |
| Unrealized loss on currency spot contracts | – | (31) | – | (31) |
| | **224,056** | **353,240** | **–** | **577,296** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 157,932 | 311,080 | – | 469,012 |
| | **157,932** | **311,080** | **–** | **469,012** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 12.74 | 12.70 | 12.26 | 12.26 |
| Series E | 9.60 | 9.60 | 9.29 | 9.29 |
| Series F | 12.67 | 12.67 | 12.37 | 12.37 |
| Series FI | n/a | n/a | 12.29 | 12.29 |
| Series I | 12.50 | 12.50 | 12.32 | 12.32 |
| Series O | 13.02 | 13.02 | 12.67 | 12.67 |

# Dynamic Dividend Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 630,630 | 561,094 |
| Unrealized gain on currency forward contracts | 423 | – |
| Cash | 50,825 | 38,541 |
| Margin deposited on derivatives | 910 | 350 |
| Receivable for securities sold | – | 3,069 |
| Subscriptions receivable | 1,437 | 911 |
| Accrued investment income and other | 1,703 | 1,710 |
| | **685,928** | **605,675** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 544 | 469 |
| Payable for securities purchased | – | 626 |
| Redemptions payable | 1,047 | 1,163 |
| Accrued expenses | 82 | 71 |
| Unrealized loss on currency forward contracts | 302 | 1,476 |
| Unrealized loss on currency spot contracts | – | 1 |
| | **1,975** | **3,806** |
| **Net assets attributable to holders of redeemable units** | **683,953** | **601,869** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 348,426 | 308,838 |
| Series F | 50,866 | 27,293 |
| Series G | 75,951 | 65,533 |
| Series I | 202 | 188 |
| Series IT | 3,134 | 2,753 |
| Series O | 193,698 | 185,871 |
| Series T | 11,676 | 11,393 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 13.46 | 12.70 |
| Series F | 10.08 | 9.49 |
| Series G | 13.51 | 12.75 |
| Series I | 9.17 | 8.65 |
| Series IT | 12.56 | 11.99 |
| Series O | 9.04 | 8.53 |
| Series T | 5.15 | 4.97 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 8,390 | 8,606 |
| Interest for distribution purposes | 219 | 204 |
| Net realized gain (loss) on non-derivative financial assets | 10,275 | 7,705 |
| Net realized gain (loss) on currency forward contracts | (6,022) | (6,864) |
| Change in unrealized gain (loss) on non-derivative financial assets | 33,770 | (14,122) |
| Change in unrealized gain (loss) on currency forward contracts | 1,597 | 306 |
| Change in unrealized gain (loss) on currency spot contracts | 1 | 1 |
| Net gain (loss) on investments | **48,230** | **(4,164)** |
| Securities lending | 7 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 21 | 1 |
| Total income (loss), net | **48,258** | **(4,163)** |
| **EXPENSES** | | |
| Management fees (note 5) | 2,767 | 2,449 |
| Fixed administration fees (note 6) | 420 | 367 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 385 | 257 |
| Other fund costs | 4 | – |
| Harmonized Sales Tax/Goods and Services Tax | 342 | 302 |
| Transaction costs | 123 | 81 |
| Total expenses | **4,042** | **3,457** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **4,042** | **3,457** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **44,216** | **(7,620)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 21,694 | (4,830) |
| Series F | 2,695 | (221) |
| Series G | 4,687 | (920) |
| Series I | 15 | (2) |
| Series IT | 221 | (19) |
| Series O | 14,177 | (1,395) |
| Series T | 727 | (233) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.87 | (0.19) |
| Series F | 0.70 | (0.10) |
| Series G | 0.88 | (0.18) |
| Series I | 0.69 | (0.02) |
| Series IT | 0.88 | (0.12) |
| Series O | 0.65 | (0.07) |
| Series T | 0.32 | (0.09) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 24,919,082 | 24,978,464 |
| Series F | 3,867,077 | 2,178,295 |
| Series G | 5,329,593 | 5,139,646 |
| Series I | 21,853 | 82,101 |
| Series IT | 249,752 | 156,640 |
| Series O | 21,723,506 | 21,342,554 |
| Series T | 2,252,445 | 2,632,460 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 308,838 | 314,365 |
| Series F | 27,293 | 19,850 |
| Series G | 65,533 | 63,235 |
| Series I | 188 | 757 |
| Series IT | 2,753 | 1,792 |
| Series O | 185,871 | 174,089 |
| Series T | 11,393 | 14,020 |
| | **601,869** | **588,108** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 21,694 | (4,830) |
| Series F | 2,695 | (221) |
| Series G | 4,687 | (920) |
| Series I | 15 | (2) |
| Series IT | 221 | (19) |
| Series O | 14,177 | (1,395) |
| Series T | 727 | (233) |
| | **44,216** | **(7,620)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (1,927) | (2,003) |
| Series F | (307) | (160) |
| Series G | (449) | (443) |
| Series I | (2) | (10) |
| Series IT | (39) | (25) |
| Series O | (2,440) | (2,388) |
| Series T | (32) | (43) |
| From return of capital | | |
| Series A | (773) | (681) |
| Series F | (66) | (43) |
| Series G | (165) | (145) |
| Series I | – | (1) |
| Series IT | (46) | (32) |
| Series O | (493) | (498) |
| Series T | (290) | (358) |
| | **(7,029)** | **(6,830)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 41,854 | 7,363 |
| Series F | 23,712 | 5,623 |
| Series G | 9,668 | 3,740 |
| Series I | 1 | – |
| Series IT | 518 | 830 |
| Series O | 9,828 | 8,152 |
| Series T | 693 | 427 |
| Reinvested distributions | | |
| Series A | 2,505 | 2,478 |
| Series F | 294 | 168 |
| Series G | 584 | 560 |
| Series I | 2 | 11 |
| Series IT | 57 | 27 |
| Series O | 2,933 | 2,886 |
| Series T | 188 | 198 |
| Payments on redemption | | |
| Series A | (23,765) | (29,517) |
| Series F | (2,755) | (4,862) |
| Series G | (3,907) | (4,973) |
| Series I | (2) | (581) |
| Series IT | (330) | (139) |
| Series O | (16,178) | (9,617) |
| Series T | (1,003) | (2,234) |
| | **44,897** | **(19,460)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 39,588 | (27,190) |
| Series F | 23,573 | 505 |
| Series G | 10,418 | (2,181) |
| Series I | 14 | (583) |
| Series IT | 381 | 642 |
| Series O | 7,827 | (2,860) |
| Series T | 283 | (2,243) |
| | **82,084** | **(33,910)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 348,426 | 287,175 |
| Series F | 50,866 | 20,355 |
| Series G | 75,951 | 61,054 |
| Series I | 202 | 174 |
| Series IT | 3,134 | 2,434 |
| Series O | 193,698 | 171,229 |
| Series T | 11,676 | 11,777 |
| | **683,953** | **554,198** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 44,216 | (7,620) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (10,275) | (7,705) |
| Unrealized foreign currency translation (gain) loss | 5 | (17) |
| Change in unrealized (gain) loss on non-derivative financial assets | (33,770) | 14,122 |
| Change in unrealized (gain) loss on currency forward contracts | (1,597) | (306) |
| Change in unrealized (gain) loss on currency spot contracts | (1) | (1) |
| Purchases of portfolio investments | (96,760) | (33,234) |
| Proceeds from sale of portfolio investments | 73,712 | 64,411 |
| Margin deposited on derivatives | (560) | – |
| Accrued investment income and other | 7 | 50 |
| Accrued expenses and other payables | 86 | (44) |
| **Net cash provided by (used in) operating activities** | **(24,937)** | **29,656** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 78,195 | 20,733 |
| Amounts paid on redemption of redeemable units | (40,503) | (46,651) |
| Distributions to unitholders of redeemable units | (466) | (502) |
| **Net cash provided by (used in) financing activities** | **37,226** | **(26,420)** |
| Unrealized foreign currency translation gain (loss) | (5) | 17 |
| Net increase (decrease) in cash | 12,284 | 3,253 |
| Cash (bank overdraft), beginning of period | 38,541 | 44,300 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **50,825** | **47,553** |
| Interest received[1] | 214 | 213 |
| Dividends received, net of withholding taxes[1] | 7,971 | 8,390 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (92.2%)** | | | |
| **Canada (60.2%)** | | | |
| Bank of Nova Scotia (The) | 354,000 | 18,525 | 26,465 |
| BCE Inc. | 209,800 | 9,744 | 12,175 |
| Brookfield Asset Management Inc., Class "A" | 265,154 | 4,551 | 11,746 |
| Brookfield Infrastructure Partners L.P., Units | 247,500 | 3,663 | 11,118 |
| Canadian Imperial Bank of Commerce | 181,900 | 16,843 | 19,929 |
| Canadian National Railway Company | 181,900 | 13,761 | 16,436 |
| Canadian Natural Resources Limited | 187,000 | 6,452 | 8,002 |
| Canadian Pacific Railway Limited | 81,000 | 13,596 | 15,516 |
| CCL Industries Inc., Class "B" | 24,175 | 5,494 | 6,377 |
| Enbridge Inc. | 167,000 | 6,255 | 9,436 |
| Fortis Inc. | 342,243 | 12,365 | 14,189 |
| Hydro One Limited | 480,722 | 10,609 | 11,335 |
| Innergex Renewable Energy Inc. | 1,188,150 | 8,742 | 16,670 |
| Intact Financial Corporation | 70,393 | 4,206 | 6,765 |
| Loblaw Companies Limited | 207,029 | 9,967 | 14,666 |
| Magna International Inc. | 142,400 | 6,989 | 8,302 |
| Manulife Financial Corporation | 515,570 | 9,673 | 12,327 |
| Maple Leaf Foods Inc. | 480,000 | 10,212 | 13,498 |
| Milestone Apartments Real Estate Investment Trust | 551,500 | 8,687 | 10,478 |
| Pembina Pipeline Corporation | 153,774 | 5,375 | 6,452 |
| Power Corporation of Canada | 274,878 | 8,368 | 8,260 |
| Rogers Communications Inc., Class "B" | 226,400 | 9,242 | 11,725 |
| Royal Bank of Canada | 297,000 | 20,196 | 26,988 |
| Smart Real Estate Investment Trust | 242,700 | 4,046 | 7,837 |
| Sun Life Financial Inc. | 301,600 | 11,834 | 15,547 |
| Suncor Energy Inc. | 295,096 | 11,229 | 12,955 |
| TELUS Corporation | 305,500 | 8,145 | 13,060 |
| Toronto-Dominion Bank (The) | 370,800 | 12,511 | 24,554 |
| TransCanada Corporation | 402,188 | 16,130 | 24,348 |
| Waste Connections, Inc. | 137,709 | 10,984 | 14,536 |
| | | **298,394** | **411,692** |
| **United States (32.0%)** | | | |
| American Tower Corporation | 89,300 | 12,784 | 12,673 |
| Apple Inc. | 67,400 | 9,552 | 10,485 |
| Automatic Data Processing, Inc. | 81,000 | 8,518 | 11,178 |
| Becton, Dickinson and Company | 35,600 | 6,606 | 7,914 |
| Coca-Cola Company (The) | 153,900 | 8,949 | 8,567 |
| Comcast Corporation, Class "A" | 152,000 | 3,928 | 14,112 |
| Costco Wholesale Corporation | 42,848 | 8,270 | 9,211 |
| CVS Health Corporation | 50,846 | 6,464 | 5,390 |
| Equifax Inc. | 66,000 | 10,007 | 10,477 |
| Honeywell International Inc. | 91,000 | 13,541 | 14,158 |
| Johnson & Johnson | 96,053 | 10,514 | 14,865 |
| McDonald's Corporation | 104,000 | 12,269 | 17,002 |
| Microsoft Corporation | 161,000 | 8,890 | 13,433 |
| Oracle Corporation | 186,100 | 9,688 | 9,608 |
| Pfizer Inc. | 292,000 | 11,471 | 12,740 |
| Union Pacific Corporation | 66,000 | 5,318 | 9,193 |
| Verizon Communications Inc. | 240,000 | 12,549 | 17,206 |
| Visa Inc., Class "A" | 132,000 | 7,406 | 13,854 |
| Weyerhaeuser Company | 170,000 | 6,912 | 6,872 |
| | | **173,636** | **218,938** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.2%)** | | **472,030** | **630,630** |
| **TRANSACTION COSTS (0.0%)** | | **(324)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.2%)** | | **471,706** | **630,630** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.1%)** | | **–** | **121** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (7.4%)** | | | |
| Canadian | | 49,188 | 49,188 |
| Foreign | | 1,642 | 1,637 |
| | | **50,830** | **50,825** |
| **OTHER NET ASSETS (LIABILITIES) (0.3%)** | | | **2,377** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **683,953** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD 11,208 | (USD) (8,319) | 0.742 | 0.745 | 41 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 4,869 | (USD) (3,616) | 0.743 | 0.745 | 15 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 32,045 | (USD) (23,790) | 0.742 | 0.745 | 109 |
| Bank of Nova Scotia (The) | A-1 | 19-Jan-17 | CAD 19,599 | (USD) (14,558) | 0.743 | 0.745 | 56 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 43,780 | (USD) (32,491) | 0.742 | 0.745 | 163 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 9,474 | (USD) (7,028) | 0.742 | 0.745 | 39 |
| | | | | | | | **423** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 10,959 | (USD) (8,360) | 0.763 | 0.745 | (259) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 7,764 | (USD) (5,818) | 0.749 | 0.745 | (43) |
| | | | | | | | **(302)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide dividend income through investment primarily in equity securities of Canadian companies.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 235,320 | (139,577) | 95,743 | 14.0 |
| | **235,320** | **(139,577)** | **95,743** | **14.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 181,592 | (127,025) | 54,567 | 9.1 |
| | **181,592** | **(127,025)** | **54,567** | **9.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $9,574,000 or approximately 1.4% (June 30, 2016 – $5,457,000 or approximately 0.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 92.2% (June 30, 2016 – 93.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $63,063,000 (June 30, 2016 – $56,109,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **92.2** | **93.2** |
| Canada | 60.2 | 63.1 |
| United States | 32.0 | 30.1 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **7.4** | **6.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 630,630 | – | – | 630,630 |
| Unrealized gain on currency forward contracts | – | 423 | – | 423 |
| | **630,630** | **423** | **–** | **631,053** |
| Unrealized loss on currency forward contracts | – | (302) | – | (302) |
| | **630,630** | **121** | **–** | **630,751** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 561,094 | – | – | 561,094 |
| | **561,094** | **–** | **–** | **561,094** |
| Unrealized loss on currency forward contracts | – | (1,476) | – | (1,476) |
| Unrealized loss on currency spot contracts | – | (1) | – | (1) |
| | **561,094** | **(1,477)** | **–** | **559,617** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

# Dynamic Dividend Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 423 | (109) | – | 314 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **423** | **(109)** | **–** | **314** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 302 | (109) | – | 193 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **302** | **(109)** | **–** | **193** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 1,476 | – | – | 1,476 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts | – | – | – | – |
| | **1,476** | **–** | **–** | **1,476** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 575,853 | 594,034 |
| Purchased options | – | 2 |
| Unrealized gain on currency forward contracts | 29 | 486 |
| Unrealized gain on swap contracts | 143 | – |
| Cash | 95,290 | 63,243 |
| Margin deposited on derivatives | 8,537 | 8,387 |
| Receivable for securities sold | – | 1,516 |
| Subscriptions receivable | 724 | 730 |
| Accrued investment income and other | 2,460 | 2,568 |
| | **683,036** | **670,966** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 1,003 | 1,043 |
| Payable for securities purchased | 2,853 | 5,043 |
| Redemptions payable | 867 | 1,777 |
| Accrued expenses | 96 | 95 |
| Liability for written options | 205 | 277 |
| Unrealized loss on currency forward contracts | 206 | 1,551 |
| Unrealized loss on currency spot contracts | 4 | 3 |
| | **5,234** | **9,789** |
| **Net assets attributable to holders of redeemable units** | **677,802** | **661,177** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 460,426 | 486,747 |
| Series F | 68,952 | 62,491 |
| Series G | 87,508 | 86,660 |
| Series I | 14,588 | 14,091 |
| Series O | 36,079 | 6 |
| Series T | 10,249 | 11,182 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 14.28 | 14.18 |
| Series F | 15.04 | 14.94 |
| Series G | 14.38 | 14.28 |
| Series I | 5.75 | 5.70 |
| Series O | 6.04 | 6.00 |
| Series T | 8.92 | 8.92 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 5,118 | 5,552 |
| Interest for distribution purposes | 5,411 | 8,102 |
| Net realized gain (loss) on non-derivative financial assets | 19,130 | 20,352 |
| Net realized gain (loss) on options contracts | 1,208 | 1,652 |
| Net realized gain (loss) on currency forward contracts | (4,158) | (2,539) |
| Net realized gain (loss) on futures contracts | – | (3,719) |
| Net realized gain (loss) on swap contracts | (974) | (1,243) |
| Change in unrealized gain (loss) on non-derivative financial assets | (4,308) | (14,907) |
| Change in unrealized gain (loss) on options contracts | 80 | 512 |
| Change in unrealized gain (loss) on currency forward contracts | 888 | (1,143) |
| Change in unrealized gain (loss) on currency spot contracts | (1) | – |
| Change in unrealized gain (loss) on futures contracts | – | 9 |
| Change in unrealized gain (loss) on swap contracts | 143 | – |
| Net gain (loss) on investments | **22,537** | **12,628** |
| Securities lending | 3 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 1,748 | 6,530 |
| Total income (loss), net | **24,288** | **19,158** |
| **EXPENSES** | | |
| Management fees (note 5) | 5,596 | 6,184 |
| Fixed administration fees (note 6) | 517 | 564 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 3 |
| Foreign withholding taxes/tax reclaims | 274 | 236 |
| Harmonized Sales Tax/Goods and Services Tax | 664 | 716 |
| Transaction costs | 202 | 262 |
| Total expenses | **7,254** | **7,966** |
| Expenses absorbed by the Manager | (9) | – |
| Net expenses | **7,245** | **7,966** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **17,043** | **11,192** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 11,601 | 8,020 |
| Series F | 1,949 | 1,295 |
| Series G | 2,177 | 1,350 |
| Series I | 505 | 342 |
| Series O | 545 | –** |
| Series T | 266 | 185 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.35 | 0.21 |
| Series F | 0.44 | 0.32 |
| Series G | 0.36 | 0.22 |
| Series I | 0.20 | 0.14 |
| Series O | 0.40 | 0.16 |
| Series T | 0.22 | 0.13 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 33,408,591 | 37,434,237 |
| Series F | 4,438,134 | 4,138,055 |
| Series G | 6,109,231 | 6,134,616 |
| Series I | 2,506,256 | 2,343,725 |
| Series O | 1,375,751 | 887 |
| Series T | 1,199,882 | 1,361,947 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 486,747 | 562,574 |
| Series F | 62,491 | 60,643 |
| Series G | 86,660 | 89,064 |
| Series I | 14,091 | 12,268 |
| Series O | 6 | 5 |
| Series T | 11,182 | 12,771 |
| | **661,177** | **737,325** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 11,601 | 8,020 |
| Series F | 1,949 | 1,295 |
| Series G | 2,177 | 1,350 |
| Series I | 505 | 342 |
| Series O | 545 | – |
| Series T | 266 | 185 |
| | **17,043** | **11,192** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (380) | – |
| Series F | (423) | – |
| Series G | (131) | – |
| Series I | (160) | – |
| Series O | (63) | – |
| Series T | (9) | – |
| From net realized gains on investments | | |
| Series A | – | (10,857) |
| Series F | – | (1,547) |
| Series G | – | (1,827) |
| Series I | – | (390) |
| Series T | – | (235) |
| From return of capital | | |
| Series A | (7,990) | – |
| Series F | (1,125) | – |
| Series G | (1,470) | – |
| Series I | (248) | – |
| Series O | (276) | – |
| Series T | (263) | (79) |
| | **(12,538)** | **(14,935)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 17,124 | 14,755 |
| Series F | 14,380 | 11,752 |
| Series G | 6,187 | 6,920 |
| Series I | 750 | 2,194 |
| Series O | 35,757 | – |
| Series T | 241 | 680 |
| Reinvested distributions | | |
| Series A | 7,001 | 9,033 |
| Series F | 901 | 738 |
| Series G | 1,497 | 1,705 |
| Series I | 382 | 367 |
| Series O | 339 | – |
| Series T | 157 | 191 |
| Payments on redemption | | |
| Series A | (53,677) | (61,561) |
| Series F | (9,221) | (6,453) |
| Series G | (7,412) | (8,255) |
| Series I | (732) | (936) |
| Series O | (229) | – |
| Series T | (1,325) | (1,354) |
| | **12,120** | **(30,224)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (26,321) | (40,610) |
| Series F | 6,461 | 5,785 |
| Series G | 848 | (107) |
| Series I | 497 | 1,577 |
| Series O | 36,073 | – |
| Series T | (933) | (612) |
| | **16,625** | **(33,967)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 460,426 | 521,964 |
| Series F | 68,952 | 66,428 |
| Series G | 87,508 | 88,957 |
| Series I | 14,588 | 13,845 |
| Series O | 36,079 | 5 |
| Series T | 10,249 | 12,159 |
| | **677,802** | **703,358** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 17,043 | 11,192 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (19,130) | (20,352) |
| Net realized (gain) loss on options contracts | (1,208) | (1,652) |
| Unrealized foreign currency translation (gain) loss | 5 | (5,609) |
| Change in unrealized (gain) loss on non-derivative financial assets | 4,308 | 14,907 |
| Change in unrealized (gain) loss on options contracts | (80) | (512) |
| Change in unrealized (gain) loss on currency forward contracts | (888) | 1,143 |
| Change in unrealized (gain) loss on currency spot contracts | 1 | – |
| Change in unrealized (gain) loss on futures contracts | – | (9) |
| Change in unrealized (gain) loss on swap contracts | (143) | – |
| Other non-cash transactions | (1,626) | (1,013) |
| Purchases of portfolio investments | (166,911) | (218,420) |
| Proceeds from sale of portfolio investments | 202,084 | 216,445 |
| Margin deposited on derivatives | (150) | 450 |
| Accrued investment income and other | 108 | 445 |
| Accrued expenses and other payables | (39) | (71) |
| **Net cash provided by (used in) operating activities** | **33,374** | **(3,056)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 61,334 | 22,011 |
| Amounts paid on redemption of redeemable units | (60,395) | (64,511) |
| Distributions to unitholders of redeemable units | (2,261) | (2,899) |
| **Net cash provided by (used in) financing activities** | **(1,322)** | **(45,399)** |
| Unrealized foreign currency translation gain (loss) | (5) | 5,609 |
| Net increase (decrease) in cash | 32,047 | (42,846) |
| Cash (bank overdraft), beginning of period | 63,243 | 161,086 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **95,290** | **118,240** |
| Interest paid[1] | – | 3 |
| Interest received[1] | 3,887 | 7,316 |
| Dividends received, net of withholding taxes[1] | 4,854 | 5,548 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (21.8%)** | | | | |
| **Canadian Bonds and Debentures (14.8%)** | | | | |
| **Corporate (14.8%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 819 | 904 | 862 |
| AltaGas Ltd., 4.55% Jan. 17 19 | | 2,123 | 2,123 | 2,240 |
| AltaLink, L.P., 3.621% Sep. 17 20 | | 1,100 | 1,187 | 1,175 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 1,633 | 1,814 | 1,777 |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | | 1,117 | 1,117 | 1,112 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 927 | 983 | 961 |
| Bank of Montreal, 1.88% Mar. 31 21 | | 1,970 | 1,970 | 1,968 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 1,422 | 1,534 | 1,508 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 303 | 303 | 297 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 683 | 677 | 683 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 1,421 | 1,458 | 1,447 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | | 88 | 90 | 89 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 489 | 515 | 507 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 408 | 408 | 405 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 1,073 | 1,073 | 1,078 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | | 1,283 | 1,304 | 1,365 |
| Bell Canada, 4.95% May 19 21, Series "M-24" | | 1,658 | 1,654 | 1,849 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | | 1,170 | 1,219 | 1,291 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | | 839 | 858 | 904 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 590 | 593 | 650 |
| Brookfield Asset Management Inc., 4.82% Oct. 28 25 | | 748 | 748 | 811 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | | 480 | 480 | 470 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | | 427 | 439 | 467 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | | 1,154 | 1,154 | 1,256 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 483 | 502 | 493 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 3,528 | 3,543 | 3,540 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 666 | 664 | 680 |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | | 1,204 | 1,203 | 1,229 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | | 528 | 528 | 535 |
| Canadian Natural Resources Limited, 3.55% Mar. 03 24 | | 2,187 | 2,179 | 2,212 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | | 83 | 90 | 88 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 686 | 686 | 689 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 3,264 | 3,353 | 3,520 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 740 | 807 | 803 |
| Enbridge Income Fund Holdings Inc., 3.94% Jan. 13 23 | | 1,523 | 1,523 | 1,621 |
| Enbridge Pipelines Inc., 3.79% May 17 23 | | 406 | 429 | 435 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | | 375 | 507 | 490 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 485 | 485 | 485 |
| First Capital Realty Inc., 4.79% Aug. 30 24, Series "R" | | 2,321 | 2,375 | 2,543 |
| Fortis Inc., 2.85% Oct. 12 23 | | 746 | 747 | 748 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 1,078 | 1,078 | 1,072 |
| Hydro One Inc., 1.62% Apr. 30 20 | | 1,384 | 1,374 | 1,384 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 449 | 449 | 451 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | | 996 | 1,003 | 1,103 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | | 512 | 512 | 545 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | | 5,066 | 5,068 | 5,373 |
| Maritimes & Northeast Pipeline LP, 4.34% Nov. 30 19 | | 1,422 | 1,444 | 1,450 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 1,591 | 1,600 | 1,652 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 365 | 366 | 372 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | | 725 | 758 | 755 |
| OMERS Realty Corporation, 1.823% Apr. 09 22, Series 8 | | 479 | 479 | 470 |
| OMERS Realty Corporation, 3.328% Nov. 12 24 | | 1,308 | 1,400 | 1,367 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | | 1,393 | 1,415 | 1,529 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 829 | 809 | 870 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 2,478 | 2,665 | 2,793 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 503 | 516 | 513 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 1,555 | 1,546 | 1,562 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 208 | 218 | 216 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 256 | 256 | 257 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 3,715 | 3,715 | 3,690 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | | 4,421 | 4,899 | 4,824 |
| Smart Real Estate Investment Trust, 3.73% Jul. 22 22, Series "M" | | 1,082 | 1,086 | 1,122 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | | 600 | 621 | 626 |
| Suncor Energy Inc., 5.80% May 22 18 | | 1,062 | 1,187 | 1,125 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 757 | 755 | 747 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 2,141 | 2,136 | 2,363 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 1,057 | 1,054 | 1,051 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 1,561 | 1,553 | 1,561 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 194 | 200 | 199 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 475 | 496 | 488 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 4,401 | 4,692 | 4,627 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 3,304 | 3,659 | 3,584 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 1,497 | 1,524 | 1,535 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 751 | 748 | 789 |
| Westcoast Energy Inc., 4.57% Jul. 02 20 | | 2,659 | 2,669 | 2,875 |
| Westcoast Energy Inc., 3.12% Dec. 05 22 | | 376 | 376 | 385 |
| | | | **98,552** | **100,608** |
| **Foreign Bonds and Debentures (7.0%)** | | | | |
| **France (0.3%)** | | | | |
| Pernod Ricard SA, 4.25% Jul. 15 22 | USD | 1,536 | **1,681** | **2,161** |
| **United Kingdom (0.3%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 1,132 | 1,174 | 1,166 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 1,090 | 1,081 | 1,107 |
| | | | **2,255** | **2,273** |
| **United States (6.4%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 727 | 899 | 960 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 1,626 | 2,072 | 2,189 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 1,124 | 1,466 | 1,549 |
| Anheuser Busch InBev Finance Inc., 2.65% Jan. 01 21 | USD | 556 | 738 | 752 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 430 | 625 | 588 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 1,914 | 1,931 | 2,837 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 1,840 | 2,522 | 3,346 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 1,898 | 2,884 | 2,763 |
| Federal Realty Investment Trust, 3.95% Oct. 15 23 | USD | 447 | 564 | 625 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 1,229 | 1,590 | 1,666 |
| JPMorgan Chase & Co., 2.55% Feb. 01 21 | USD | 1,297 | 1,742 | 1,737 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 386 | 547 | 534 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 2,740 | 3,505 | 3,771 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 262 | 338 | 363 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 1,078 | 1,653 | 1,652 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 1,258 | 1,405 | 1,747 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 281 | 368 | 384 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 958 | 1,377 | 1,387 |
| United States Treasury, 0.875% Mar. 31 18 | USD | 5,245 | 6,976 | 7,035 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 224 | 280 | 305 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 1,178 | 1,418 | 1,694 |
| Visa Inc., 2.80% Oct. 14 22 | USD | 416 | 553 | 562 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 1,876 | 2,458 | 2,482 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 292 | 387 | 398 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 1,498 | 1,868 | 1,934 |
| | | | **40,166** | **43,260** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (56.5%)** | | | |
| **Canadian Equities – Real Estate Investment Trusts (1.3%)** | | | |
| RioCan Real Estate Investment Trust | 127,704 | 3,156 | 3,401 |
| Smart Real Estate Investment Trust | 165,575 | 2,088 | 5,346 |
| | | **5,244** | **8,747** |
| **Foreign Equities – Real Estate Investment Trusts (1.8%)** | | | |
| American Tower Corporation | 50,000 | 6,812 | 7,096 |
| Equinix, Inc. | 3,600 | 1,636 | 1,729 |
| Weyerhaeuser Company | 81,000 | 3,286 | 3,273 |
| | | **11,734** | **12,098** |
| **Canada (22.8%)** | | | |
| Bank of Nova Scotia (The) | 103,000 | 6,805 | 7,700 |
| BCE Inc. | 175,600 | 7,331 | 10,190 |
| Brookfield Asset Management Inc., Class "A" | 122,200 | 4,369 | 5,413 |
| Canadian Imperial Bank of Commerce | 129,300 | 12,235 | 14,166 |
| Canadian Pacific Railway Limited | 33,600 | 6,136 | 6,436 |
| Enbridge Inc. | 91,800 | 3,035 | 5,187 |
| Fortis Inc. | 209,700 | 7,558 | 8,694 |
| Hydro One Limited | 279,470 | 6,029 | 6,590 |
| Innergex Renewable Energy Inc. | 478,500 | 2,924 | 6,713 |
| Keg Royalties Income Fund (The) | 309,500 | 2,829 | 6,530 |
| Loblaw Companies Limited | 161,500 | 10,322 | 11,441 |
| Pembina Pipeline Corporation | 173,300 | 5,045 | 7,272 |
| Pizza Pizza Royalty Corp. | 818,000 | 7,430 | 14,446 |
| Rogers Communications Inc., Class "B" | 127,000 | 5,617 | 6,577 |
| Royal Bank of Canada | 167,500 | 12,693 | 15,221 |
| Sun Life Financial Inc. | 61,700 | 2,482 | 3,181 |
| Toronto-Dominion Bank (The) | 76,400 | 4,773 | 5,059 |
| TransCanada Corporation | 170,000 | 7,009 | 10,292 |
| Waste Connections, Inc. | 33,980 | 3,348 | 3,587 |
| | | **117,970** | **154,695** |
| **Germany (1.6%)** | | | |
| Bayer Aktiengesellschaft | 51,000 | 6,774 | 7,162 |
| SAP SE | 34,000 | 3,328 | 4,000 |
| | | **10,102** | **11,162** |
| **Ireland (1.1%)** | | | |
| Allergan PLC | 26,200 | **6,812** | **7,395** |
| **United Kingdom (1.6%)** | | | |
| National Grid PLC | 439,000 | 7,327 | 6,902 |
| Prudential PLC | 139,470 | 3,734 | 3,739 |
| | | **11,061** | **10,641** |
| **United States (26.3%)** | | | |
| Apple Inc. | 56,200 | 8,115 | 8,742 |
| Becton, Dickinson and Company | 14,900 | 2,744 | 3,312 |
| Broadcom Limited | 15,000 | 3,299 | 3,561 |
| Comcast Corporation, Class "A" | 76,600 | 1,991 | 7,112 |
| Costco Wholesale Corporation | 42,496 | 8,559 | 9,136 |
| CVS Health Corporation | 54,509 | 7,084 | 5,778 |
| Fidelity National Information Services, Inc. | 69,000 | 6,506 | 7,008 |
| Home Depot, Inc. (The) | 55,961 | 7,535 | 10,079 |
| Honeywell International Inc. | 68,000 | 6,821 | 10,580 |
| Hormel Foods Corporation | 141,000 | 6,806 | 6,590 |
| Johnson & Johnson | 20,000 | 3,215 | 3,095 |
| JPMorgan Chase & Co. | 125,600 | 9,649 | 14,560 |
| MasterCard Incorporated, Class "A" | 29,000 | 3,463 | 4,022 |
| Medtronic PLC | 58,900 | 5,437 | 5,636 |
| Merck & Co., Inc. | 41,000 | 3,376 | 3,241 |
| Microsoft Corporation | 124,000 | 8,357 | 10,346 |
| NextEra Energy, Inc. | 40,100 | 5,625 | 6,434 |
| NIKE, Inc., Class "B" | 102,800 | 5,763 | 7,016 |
| Oracle Corporation | 65,000 | 3,360 | 3,356 |
| Pfizer Inc. | 242,000 | 10,931 | 10,559 |
| PPG Industries, Inc. | 19,800 | 2,684 | 2,519 |
| Schlumberger Limited | 31,000 | 3,328 | 3,494 |
| Sherwin-Williams Company (The) | 9,000 | 3,213 | 3,251 |
| TJX Companies, Inc. (The) | 82,500 | 7,779 | 8,327 |
| United Technologies Corporation | 25,200 | 3,412 | 3,715 |
| Verizon Communications Inc. | 142,200 | 8,236 | 10,195 |
| Visa Inc., Class "A" | 63,600 | 6,228 | 6,675 |
| | | **153,516** | **178,339** |
| **INVESTMENTS IN UNDERLYING FUNDS (6.6%)** | | | |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 3,112,531 | 32,852 | 31,468 |
| Dynamic Premium Yield Fund, Series "O" | 1,242,216 | 14,220 | 13,006 |
| | | **47,072** | **44,474** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (84.9%)** | | **506,165** | **575,853** |
| **TRANSACTION COSTS (0.0%)** | | **(168)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (84.9%)** | | **505,997** | **575,853** |
| **WRITTEN OPTIONS (0.0%)** | | **–** | **(205)** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(34)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (14.1%)** | | | |
| Canadian | | 48,313 | 48,313 |
| Foreign | | 46,982 | 46,977 |
| | | **95,295** | **95,290** |
| **OTHER NET ASSETS (LIABILITIES) (1.0%)** | | | **6,898** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **677,802** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Written Options

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| Canadian Natural Resources Limited, 42.50 Put, Jan. 06 17 | Put | (791) | (79,100) | 6-Jan-17 | 42.50 | CAD | (32) | (29) |
| TransCanada Corporation, 59.00 Put, Jan. 06 17 | Put | (579) | (57,900) | 6-Jan-17 | 59.00 | CAD | (30) | (6) |
| Halliburton Company, 50.50 Put, Jan. 13 17 | Put | (507) | (50,700) | 13-Jan-17 | 50.50 | USD | (28) | (13) |
| Allergan PLC, 182.50 Put, Jan. 20 17 | Put | (70) | (7,000) | 20-Jan-17 | 182.50 | USD | (18) | (5) |
| Equinix, Inc., 330.00 Put, Jan. 20 17 | Put | (56) | (5,600) | 20-Jan-17 | 330.00 | USD | (32) | (13) |
| Texas Instruments Incorporated, 70.00 Put, Jan. 20 17 | Put | (360) | (36,000) | 20-Jan-17 | 70.00 | USD | (34) | (25) |
| Blackstone Group L.P. (The), 26.50 Put, Jan. 27 17 | Put | (978) | (97,800) | 27-Jan-17 | 26.50 | USD | (54) | (82) |
| Microsoft Corporation, 59.00 Put, Jan. 27 17 | Put | (340) | (34,000) | 27-Jan-17 | 59.00 | USD | (36) | (32) |
| | | | | | | | **(264)** | **(205)** |

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 10-Mar-17 | CAD 4,238 | (GBP) (2,546) | 0.601 | 0.603 | 17 |
| Bank of Nova Scotia (The) | A-1 | 10-Mar-17 | CAD 528 | (GBP) (317) | 0.600 | 0.603 | 2 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 1,327 | (GBP) (797) | 0.601 | 0.603 | 6 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 232 | (GBP) (140) | 0.603 | 0.603 | – |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 664 | (GBP) (400) | 0.603 | 0.603 | 1 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 1,164 | (GBP) (700) | 0.601 | 0.603 | 3 |
| | | | | | | | **29** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 10-Mar-17 | CAD | 10,261 | (USD) | (7,667) | 0.747 | 0.745 | (25) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD | 8,281 | (EUR) | (5,896) | 0.712 | 0.704 | (94) |
| Citigroup Global Markets Limited | A-1 | 10-Mar-17 | CAD | 10,262 | (USD) | (7,667) | 0.747 | 0.745 | (24) |
| Bank of Montreal | A-1 | 10-Mar-17 | CAD | 10,258 | (USD) | (7,667) | 0.747 | 0.745 | (28) |
| Bank of Montreal | A-1 | 10-Mar-17 | CAD | 1,409 | (EUR) | (1,004) | 0.712 | 0.704 | (17) |
| Goldman Sachs International | A-1 | 10-Mar-17 | CAD | 10,268 | (USD) | (7,667) | 0.747 | 0.745 | (18) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD | 828 | (GBP) | (500) | 0.604 | 0.603 | – |
| | | | | | | | | | **(206)** |

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|
| **Enterprise Products Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 6,100 | 26-Apr-17 | USD | 212,379 | 1.085 | 9 |
| 34,900 | 27-Apr-17 | USD | 1,215,086 | 1.085 | 52 |
| 55,100 | 28-Apr-17 | USD | 1,918,373 | 1.085 | 82 |
| | | | | | **143** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve moderate income through investment primarily in equity and fixed income securities of Canadian companies.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | 12,940 |
| 1-3 years | 28,027 | 16,898 |
| 3-5 years | 47,955 | 57,480 |
| 5-10 years | 68,602 | 67,140 |
| > 10 years | 3,718 | 23,536 |
| | **148,302** | **177,994** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $1,606,000 or approximately 0.2% (June 30, 2016 – $2,732,000 or approximately 0.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 341,161 | (41,144) | 300,017 | 44.3 |
| Euro | 11,221 | (9,801) | 1,420 | 0.2 |
| Pound Sterling | 10,071 | (8,957) | 1,114 | 0.2 |
| | **362,453** | **(59,902)** | **302,551** | **44.6** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 279,675 | (114,812) | 164,863 | 24.9 |
| Euro | 9,980 | (8,370) | 1,610 | 0.2 |
| Pound Sterling | 7,066 | (5,523) | 1,543 | 0.2 |
| | **296,721** | **(128,705)** | **168,016** | **25.4** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $30,255,000 or approximately 4.9% (June 30, 2016 – $16,802,000 or approximately 2.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 63.1% (June 30, 2016 – 62.8%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $42,749,000 (June 30, 2016 – $41,577,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | – | – | 7.3 | 2.0 |
| AAA | 4.7 | 1.0 | 12.5 | 3.4 |
| AA | 15.7 | 3.4 | 11.3 | 3.0 |
| A | 41.2 | 9.0 | 36.7 | 9.8 |
| BBB | 38.1 | 8.3 | 31.9 | 8.6 |
| Unrated | 0.3 | 0.1 | 0.3 | 0.1 |
| | **100.0** | **21.8** | **100.0** | **26.9** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **21.8** | **24.9** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 14.8 | 14.9 |
| **Foreign Bonds and Debentures** | | |
| France | 0.3 | 0.3 |
| United Kingdom | 0.3 | 0.5 |
| United States | 6.4 | 9.2 |
| **EQUITIES** | **56.5** | **53.7** |
| Canadian Equities – Real Estate Investment Trusts | 1.3 | 2.3 |
| Foreign Equities – Real Estate Investment Trusts | 1.8 | – |
| Canada | 22.8 | 23.4 |
| Germany | 1.6 | 0.5 |
| Ireland | 1.1 | – |
| Spain | – | 1.0 |
| United Kingdom | 1.6 | 1.0 |
| United States | 26.3 | 25.5 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **6.6** | **9.1** |
| **PURCHASED OPTIONS** | **–** | **0.0** |
| **WRITTEN OPTIONS** | **0.0** | **0.0** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **14.1** | **11.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 361,274 | 21,803 | – | 383,077 |
| Bonds and debentures | – | 148,302 | – | 148,302 |
| Underlying funds | 44,474 | – | – | 44,474 |
| Unrealized gain on currency forward contracts | – | 29 | – | 29 |
| Unrealized gain on swap contracts | – | 143 | – | 143 |
| | **405,748** | **170,277** | **–** | **576,025** |
| Liability for written options | (205) | – | – | (205) |
| Unrealized loss on currency forward contracts | – | (206) | – | (206) |
| Unrealized loss on currency spot contracts | – | (4) | – | (4) |
| | **405,543** | **170,067** | **–** | **575,610** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 338,902 | 16,800 | – | 355,702 |
| Bonds and debentures | – | 165,054 | – | 165,054 |
| Underlying funds | 60,339 | – | – | 60,339 |
| Money market instruments | – | 12,939 | – | 12,939 |
| Warrants, rights and options | 2 | – | – | 2 |
| Unrealized gain on currency forward contracts | – | 486 | – | 486 |
| | **399,243** | **195,279** | **–** | **594,522** |
| Liability for written options | (277) | – | – | (277) |
| Unrealized loss on currency forward contracts | – | (1,551) | – | (1,551) |
| Unrealized loss on currency spot contracts | – | (3) | – | (3) |
| | **398,966** | **193,725** | **–** | **592,691** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 29 | (10) | – | 19 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 143 | – | – | 143 |
| | **172** | **(10)** | **–** | **162** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 206 | (10) | – | 196 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **206** | **(10)** | **–** | **196** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 486 | (378) | – | 108 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **486** | **(378)** | **–** | **108** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,551 | (378) | – | 1,173 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,551** | **(378)** | **–** | **1,173** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 31,468 | 1.4 |
| Dynamic Premium Yield Fund, Series "O" | 13,006 | 1.0 |
| | **44,474** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 32,962 | 2.2 |
| Dynamic Premium Yield Fund, Series "O" | 27,377 | 1.6 |
| | **60,339** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Equity Income Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 1,894,044 | 1,688,631 |
| Unrealized gain on currency forward contracts | 1,250 | – |
| Cash | 119,727 | 108,473 |
| Margin deposited on derivatives | 290 | 350 |
| Receivable for securities sold | – | 3,771 |
| Subscriptions receivable | 5,300 | 7,568 |
| Accrued investment income and other | 5,376 | 5,297 |
| | **2,025,987** | **1,814,090** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 2,466 | 2,245 |
| Payable for securities purchased | – | 1,926 |
| Redemptions payable | 2,846 | 2,982 |
| Accrued expenses | 264 | 236 |
| Distributions payable | 5 | – |
| Unrealized loss on currency forward contracts | 1,049 | 4,109 |
| Unrealized loss on currency spot contracts | – | 3 |
| | **6,630** | **11,501** |
| **Net assets attributable to holders of redeemable units** | **2,019,357** | **1,802,589** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 1,092,218 | 1,017,191 |
| Series E | 3,221 | 3,689 |
| Series F | 202,418 | 134,525 |
| Series FI | n/a | 8,007 |
| Series G | 271,524 | 245,140 |
| Series I | 49,312 | 40,884 |
| Series O | 317,489 | 281,499 |
| Series T | 83,175 | 71,654 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 19.82 | 19.08 |
| Series E | 11.47 | 11.04 |
| Series F | 9.18 | 8.83 |
| Series FI | n/a | 11.10 |
| Series G | 19.91 | 19.16 |
| Series I | 7.30 | 7.03 |
| Series O | 7.24 | 6.97 |
| Series T | 11.10 | 10.87 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 25,658 | 25,721 |
| Interest for distribution purposes | 1,609 | 2,364 |
| Net realized gain (loss) on non-derivative financial assets | 26,372 | 27,461 |
| Net realized gain (loss) on currency forward contracts | (18,090) | (25,256) |
| Net realized gain (loss) on swap contracts | – | (1,626) |
| Change in unrealized gain (loss) on non-derivative financial assets | 95,215 | (18,899) |
| Change in unrealized gain (loss) on currency forward contracts | 4,310 | 1,107 |
| Change in unrealized gain (loss) on currency spot contracts | 2 | 2 |
| Change in unrealized gain (loss) on swap contracts | – | 341 |
| Net gain (loss) on investments | **135,076** | **11,215** |
| Securities lending | 21 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 182 | 404 |
| Total income (loss), net | **135,279** | **11,619** |
| **EXPENSES** | | |
| Management fees (note 5) | 12,961 | 11,967 |
| Fixed administration fees (note 6) | 1,378 | 1,245 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 1,201 | 914 |
| Other fund costs | 12 | – |
| Harmonized Sales Tax/Goods and Services Tax | 1,499 | 1,361 |
| Transaction costs | 302 | 390 |
| Total expenses | **17,354** | **15,878** |
| Expenses absorbed by the Manager | (7) | (1) |
| Net expenses | **17,347** | **15,877** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **117,932** | **(4,258)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 62,547 | (4,663) |
| Series E | 205 | (22) |
| Series F | 10,935 | (30) |
| Series FI | 170 | 17 |
| Series G | 15,538 | (1,056) |
| Series I | 3,110 | 191 |
| Series O | 20,859 | 1,653 |
| Series T | 4,568 | (348) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 1.16 | (0.08) |
| Series E | 0.66 | (0.07) |
| Series F | 0.58 | –** |
| Series FI | 0.45 | 0.02 |
| Series G | 1.18 | (0.08) |
| Series I | 0.50 | 0.04 |
| Series O | 0.50 | 0.03 |
| Series T | 0.65 | (0.05) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 54,085,787 | 55,236,959 |
| Series E | 310,149 | 364,936 |
| Series F | 18,962,773 | 11,173,548 |
| Series FI | 376,608 | 791,008 |
| Series G | 13,219,014 | 12,946,238 |
| Series I | 6,161,631 | 5,112,901 |
| Series O | 41,591,014 | 41,924,736 |
| Series T | 6,997,259 | 6,280,655 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Equity Income Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 1,017,191 | 1,075,048 |
| Series E | 3,689 | 4,421 |
| Series F | 134,525 | 92,462 |
| Series FI | 8,007 | 8,846 |
| Series G | 245,140 | 247,900 |
| Series I | 40,884 | 33,407 |
| Series O | 281,499 | 291,495 |
| Series T | 71,654 | 70,587 |
| | **1,802,589** | **1,824,166** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 62,547 | (4,663) |
| Series E | 205 | (22) |
| Series F | 10,935 | (30) |
| Series FI | 170 | 17 |
| Series G | 15,538 | (1,056) |
| Series I | 3,110 | 191 |
| Series O | 20,859 | 1,653 |
| Series T | 4,568 | (348) |
| | **117,932** | **(4,258)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (4,480) | – |
| Series E | (13) | – |
| Series F | (1,628) | (139) |
| Series FI | (33) | (10) |
| Series G | (1,271) | – |
| Series I | (614) | (113) |
| Series O | (4,123) | (910) |
| Series T | (329) | – |
| From net realized gains on investments | | |
| Series A | (6,055) | (1,629) |
| Series E | (20) | (4) |
| Series F | (970) | (526) |
| Series FI | (20) | (42) |
| Series G | (1,485) | (552) |
| Series I | (253) | (295) |
| Series O | (1,701) | (2,382) |
| Series T | (446) | (110) |
| From return of capital | | |
| Series A | (12,204) | (21,407) |
| Series E | (40) | (82) |
| Series F | (2,023) | (2,015) |
| Series FI | (41) | (185) |
| Series G | (2,975) | (5,006) |
| Series I | (529) | (745) |
| Series O | (3,574) | (6,065) |
| Series T | (2,201) | (2,710) |
| | **(47,028)** | **(44,927)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 117,910 | 20,738 |
| Series E | – | 15 |
| Series F | 77,497 | 19,313 |
| Series G | 30,233 | 18,732 |
| Series I | 9,687 | 5,490 |
| Series O | 35,939 | 10,490 |
| Series T | 12,914 | 2,095 |
| Reinvested distributions | | |
| Series A | 18,295 | 18,262 |
| Series E | 51 | 64 |
| Series F | 2,619 | 1,705 |
| Series FI | 52 | 153 |
| Series G | 5,189 | 4,977 |
| Series I | 1,063 | 903 |
| Series O | 9,398 | 9,357 |
| Series T | 500 | 431 |
| Payments on redemption | | |
| Series A | (100,986) | (114,835) |
| Series E | (651) | (767) |
| Series F | (18,537) | (10,375) |
| Series FI | (8,135) | (828) |
| Series G | (18,845) | (35,388) |
| Series I | (4,036) | (1,910) |
| Series O | (20,808) | (39,244) |
| Series T | (3,485) | (4,253) |
| | **145,864** | **(94,875)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 75,027 | (103,534) |
| Series E | (468) | (796) |
| Series F | 67,893 | 7,933 |
| Series FI | 22,226 | (895) |
| Series G | 5,838 | (18,293) |
| Series I | 34,680 | 3,521 |
| Series O | 12,965 | (27,101) |
| Series T | (1,393) | (4,895) |
| | **216,768** | **(144,060)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 1,092,218 | 971,514 |
| Series E | 3,221 | 3,625 |
| Series F | 202,418 | 100,395 |
| Series FI | n/a | 7,951 |
| Series G | 271,524 | 229,607 |
| Series I | 49,312 | 36,928 |
| Series O | 317,489 | 264,394 |
| Series T | 83,175 | 65,692 |
| | **2,019,357** | **1,680,106** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 117,932 | (4,258) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (26,372) | (27,461) |
| Unrealized foreign currency translation (gain) loss | 25 | (455) |
| Change in unrealized (gain) loss on non-derivative financial assets | (95,215) | 18,899 |
| Change in unrealized (gain) loss on currency forward contracts | (4,310) | (1,107) |
| Change in unrealized (gain) loss on currency spot contracts | (2) | (2) |
| Change in unrealized (gain) loss on swap contracts | – | (341) |
| Purchases of portfolio investments | (266,896) | (171,031) |
| Proceeds from sale of portfolio investments | 184,914 | 279,593 |
| Margin deposited on derivatives | 60 | 31 |
| Accrued investment income and other | (79) | 774 |
| Accrued expenses and other payables | 249 | (224) |
| **Net cash provided by (used in) operating activities** | **(89,694)** | **94,418** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 233,929 | 50,706 |
| Amounts paid on redemption of redeemable units | (123,100) | (182,975) |
| Distributions to unitholders of redeemable units | (9,856) | (9,075) |
| **Net cash provided by (used in) financing activities** | **100,973** | **(141,344)** |
| Unrealized foreign currency translation gain (loss) | (25) | 455 |
| Net increase (decrease) in cash | 11,254 | (46,471) |
| Cash (bank overdraft), beginning of period | 108,473 | 161,161 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **119,727** | **114,690** |
| Interest received[1] | 1,608 | 2,409 |
| Dividends received, net of withholding taxes[1] | 24,109 | 25,599 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Equity Income Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (93.7%)** | | | |
| **Canadian Equities – Real Estate Investment Trusts (7.1%)** | | | |
| Canadian Real Estate Investment Trust | 206,256 | 4,732 | 9,550 |
| Chartwell Retirement Residences | 2,230,000 | 18,080 | 32,669 |
| Continuum Residential Real Estate Investment Trust, Restricted* | 1,904,844 | 20,377 | 21,465 |
| CT Real Estate Investment Trust | 1,281,683 | 12,295 | 19,225 |
| Milestone Apartments Real Estate Investment Trust | 1,145,000 | 10,413 | 21,755 |
| RioCan Real Estate Investment Trust | 625,652 | 12,667 | 16,661 |
| Smart Real Estate Investment Trust | 710,200 | 13,415 | 22,932 |
| | | **91,979** | **144,257** |
| **Foreign Equities – Real Estate Investment Trusts (2.7%)** | | | |
| American Tower Corporation | 269,000 | 38,508 | 38,176 |
| Weyerhaeuser Company | 415,000 | 16,834 | 16,767 |
| | | **55,342** | **54,943** |
| **Canada (51.4%)** | | | |
| Bank of Nova Scotia (The) | 1,053,000 | 61,865 | 78,722 |
| BCE Inc. | 633,800 | 28,108 | 36,779 |
| Brookfield Infrastructure Partners L.P., Units | 749,118 | 11,370 | 33,650 |
| Canadian Imperial Bank of Commerce | 549,400 | 51,001 | 60,192 |
| Canadian National Railway Company | 558,300 | 42,263 | 50,448 |
| Canadian Pacific Railway Limited | 241,000 | 40,391 | 46,166 |
| CCL Industries Inc., Class "B" | 71,989 | 16,361 | 18,991 |
| Enbridge Inc. | 496,300 | 18,717 | 28,041 |
| Fortis Inc. | 1,033,789 | 36,389 | 42,861 |
| Hydro One Limited | 1,440,121 | 31,708 | 33,958 |
| Innergex Renewable Energy Inc. | 3,534,660 | 18,043 | 49,591 |
| Keg Royalties Income Fund (The) | 800,000 | 6,567 | 16,880 |
| KingSett Canadian Real Estate Income Fund LP, Restricted* | 6,998 | 6,771 | 9,627 |
| Loblaw Companies Limited | 387,161 | 23,264 | 27,426 |
| Magna International Inc. | 437,900 | 24,503 | 25,530 |
| Manulife Financial Corporation | 1,558,600 | 32,247 | 37,266 |
| Pembina Pipeline Corporation | 457,733 | 14,010 | 19,206 |
| Pizza Pizza Royalty Corp. | 2,075,000 | 19,281 | 36,645 |
| Power Corporation of Canada | 809,701 | 24,676 | 24,332 |
| Rogers Communications Inc., Class "B" | 679,800 | 28,957 | 35,207 |
| Royal Bank of Canada | 883,000 | 67,259 | 80,238 |
| Sun Life Financial Inc. | 909,600 | 36,976 | 46,890 |
| TELUS Corporation | 923,530 | 30,239 | 39,481 |
| Toronto-Dominion Bank (The) | 867,400 | 33,428 | 57,439 |
| TransCanada Corporation | 1,205,794 | 52,349 | 72,999 |
| Waste Connections, Inc. | 287,000 | 28,580 | 30,295 |
| | | **785,323** | **1,038,860** |
| **United States (32.5%)** | | | |
| Apple Inc. | 197,200 | 27,919 | 30,676 |
| Automatic Data Processing, Inc. | 243,000 | 25,585 | 33,535 |
| Becton, Dickinson and Company | 109,000 | 20,226 | 24,232 |
| Coca-Cola Company (The) | 457,300 | 26,592 | 25,457 |
| **EQUITIES (93.7%) (cont'd)** | | | |
| **United States (32.5%) (cont'd)** | | | |
| Comcast Corporation, Class "A" | 470,000 | 12,423 | 43,635 |
| Costco Wholesale Corporation | 126,885 | 24,464 | 27,278 |
| CVS Health Corporation | 152,870 | 19,453 | 16,204 |
| Equifax Inc. | 194,000 | 29,413 | 30,797 |
| Home Depot, Inc. (The) | 106,491 | 12,794 | 19,180 |
| Honeywell International Inc. | 266,000 | 31,350 | 41,386 |
| Johnson & Johnson | 279,000 | 36,706 | 43,178 |
| McDonald's Corporation | 327,000 | 38,574 | 53,458 |
| Microsoft Corporation | 507,000 | 27,717 | 42,302 |
| NIKE, Inc., Class "B" | 248,048 | 14,077 | 16,929 |
| Oracle Corporation | 544,100 | 28,309 | 28,090 |
| Pfizer Inc. | 870,000 | 34,178 | 37,959 |
| Starwood Distressed Opportunity Fund IX, LP* | 17,670 | 7,030 | 21,647 |
| Union Pacific Corporation | 196,200 | 18,021 | 27,328 |
| Verizon Communications Inc. | 729,000 | 38,695 | 52,265 |
| Visa Inc., Class "A" | 385,400 | 37,133 | 40,448 |
| | | **510,659** | **655,984** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.7%)** | | **1,443,303** | **1,894,044** |
| **TRANSACTION COSTS (0.0%)** | | **(477)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.7%)** | | **1,442,826** | **1,894,044** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **201** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (5.9%)** | | | |
| Canadian | | 104,394 | 104,394 |
| Foreign | | 15,350 | 15,333 |
| | | **119,744** | **119,727** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | **5,385** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **2,019,357** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD 34,761 | (USD) (25,800) | 0.742 | 0.745 | 126 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 15,486 | (USD) (11,500) | 0.743 | 0.745 | 48 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 246,870 | (USD) (183,276) | 0.742 | 0.745 | 835 |
| Bank of Nova Scotia (The) | A-1 | 19-Jan-17 | CAD 27,807 | (USD) (20,655) | 0.743 | 0.745 | 79 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 33,093 | (USD) (24,560) | 0.742 | 0.745 | 124 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 9,099 | (USD) (6,750) | 0.742 | 0.745 | 38 |
| | | | | | | | **1,250** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 32,168 | (USD) (24,539) | 0.763 | 0.745 | (759) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 52,620 | (USD) (39,431) | 0.749 | 0.745 | (290) |
| | | | | | | | **(1,049)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Equity Income Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve high income and long-term growth of capital by investing primarily in equity securities that pay a dividend or distribution.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 765,637 | (451,703) | 313,934 | 15.5 |
| | **765,637** | **(451,703)** | **313,934** | **15.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 573,568 | (400,904) | 172,664 | 9.6 |
| Euro | 149 | – | 149 | 0.0 |
| | **573,717** | **(400,904)** | **172,813** | **9.6** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $31,393,000 or approximately 1.6% (June 30, 2016 – $17,281,000 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 93.7% (June 30, 2016 – 93.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $189,404,000 (June 30, 2016 – $168,863,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **93.7** | **93.7** |
| Canadian Equities – Real Estate Investment Trusts | 7.1 | 8.7 |
| Foreign Equities – Real Estate Investment Trusts | 2.7 | – |
| Canada | 51.4 | 53.6 |
| United States | 32.5 | 31.4 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **5.9** | **6.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 1,841,305 | – | 52,739 | 1,894,044 |
| Unrealized gain on currency forward contracts | – | 1,250 | – | 1,250 |
| | **1,841,305** | **1,250** | **52,739** | **1,895,294** |
| Unrealized loss on currency forward contracts | – | (1,049) | – | (1,049) |
| | **1,841,305** | **201** | **52,739** | **1,894,245** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 1,633,510 | – | 55,121 | 1,688,631 |
| | **1,633,510** | **–** | **55,121** | **1,688,631** |
| Unrealized loss on currency forward contracts | – | (4,109) | – | (4,109) |
| Unrealized loss on currency spot contracts | – | (3) | – | (3) |
| | **1,633,510** | **(4,112)** | **55,121** | **1,684,519** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

# Dynamic Equity Income Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 55,121 | 67,251 |
| Purchases | – | 22,969 |
| Sales/Return of Capital | (4,264) | (38,939) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | 10,707 |
| Net changes in unrealized gain (loss)* | 1,882 | (6,867) |
| **End of period** | **52,739** | **55,121** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $1,882,000 and $3,685,000, respectively.

*Level 3 valuation techniques*

The tables below summarize the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The tables also illustrate the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 52,739 | n/a |
| | | | **52,739** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 55,121 | n/a |
| | | | **55,121** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,250 | (835) | – | 415 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,250** | **(835)** | **–** | **415** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,049 | (835) | – | 214 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,049** | **(835)** | **–** | **214** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 4,109 | – | – | 4,109 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **4,109** | **–** | **–** | **4,109** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| KingSett Canadian Real Estate Income Fund LP, Restricted | 9,620 | 0.7 |
| Starwood Distressed Opportunity Fund IX, LP | 21,647 | 0.4 |
| | **31,267** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| KingSett Canadian Real Estate Income Fund LP, Restricted | 9,620 | 0.7 |
| Starwood Distressed Opportunity Fund IX, LP | 24,360 | 0.0 |
| | **33,980** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Income Fund (Unaudited)

## STATEMENT OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 |
|---|---|
| **ASSETS** | |
| **Current assets** | |
| Investments | |
| Non-derivative financial assets | 20,564 |
| Unrealized gain on currency forward contracts | 12 |
| Cash | 2,312 |
| Subscriptions receivable | 276 |
| Accrued investment income and other | 47 |
| | **23,211** |
| **LIABILITIES** | |
| **Current liabilities** | |
| Management fee payable | 28 |
| Payable for securities purchased | 579 |
| Redemptions payable | 24 |
| Accrued expenses | 2 |
| Unrealized loss on currency forward contracts | 56 |
| Unrealized loss on currency spot contracts | 3 |
| | **692** |
| **Net assets attributable to holders of redeemable units** | **22,519** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | |
| Series A | 10,073 |
| Series F | 12,446 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | |
| Series A | 10.08 |
| Series F | 10.07 |

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 |
|---|---|
| **INCOME** | |
| Net gain (loss) on investments | |
| Dividends | 88 |
| Interest for distribution purposes | 1 |
| Net realized gain (loss) on non-derivative financial assets | 60 |
| Net realized gain (loss) on currency forward contracts | 128 |
| Change in unrealized gain (loss) on non-derivative financial assets | 463 |
| Change in unrealized gain (loss) on currency forward contracts | (44) |
| Change in unrealized gain (loss) on currency spot contracts | (3) |
| Net gain (loss) on investments | **693** |
| Net realized and unrealized foreign currency translation gain (loss) | (4) |
| Total income (loss), net | **689** |
| **EXPENSES** | |
| Management fees (note 5) | 59 |
| Fixed administration fees (note 6) | 7 |
| Independent Review Committee fees | 1 |
| Foreign withholding taxes/tax reclaims | 13 |
| Harmonized Sales Tax/Goods and Services Tax | 9 |
| Transaction costs | 21 |
| Total expenses | **110** |
| Expenses absorbed by the Manager | (13) |
| Net expenses | **97** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **592** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | |
| Series A | 233 |
| Series F | 359 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | |
| Series A | 0.49 |
| Series F | 0.52 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | |
| Series A | 471,440 |
| Series F | 693,006 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | |
| Series A | – |
| Series F | – |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | |
| Series A | 233 |
| Series F | 359 |
| | **592** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | |
| From net investment income | |
| Series F | (4) |
| From net realized gains on investments | |
| Series A | (2) |
| Series F | (23) |
| From return of capital | |
| Series A | (75) |
| Series F | (113) |
| | **(217)** |
| **REDEEMABLE UNIT TRANSACTIONS** | |
| Proceeds from issue | |
| Series A | 10,304 |
| Series F | 12,205 |
| Reinvested distributions | |
| Series A | 65 |
| Series F | 47 |
| Payments on redemption | |
| Series A | (452) |
| Series F | (25) |
| | **22,144** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | |
| Series A | 10,073 |
| Series F | 12,446 |
| | **22,519** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | |
| Series A | 10,073 |
| Series F | 12,446 |
| | **22,519** |

## STATEMENT OF CASH FLOWS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 592 |
| Adjustments for: | |
| Net realized (gain) loss on non-derivative financial assets | (60) |
| Change in unrealized (gain) loss on non-derivative financial assets | (463) |
| Change in unrealized (gain) loss on currency forward contracts | 44 |
| Change in unrealized (gain) loss on currency spot contracts | 3 |
| Purchases of portfolio investments | (20,847) |
| Proceeds from sale of portfolio investments | 1,385 |
| Accrued investment income and other | (47) |
| Accrued expenses and other payables | 30 |
| **Net cash provided by (used in) operating activities** | **(19,363)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | |
| Proceeds from issue of redeemable units | 22,088 |
| Amounts paid on redemption of redeemable units | (308) |
| Distributions to unitholders of redeemable units | (105) |
| **Net cash provided by (used in) financing activities** | **21,675** |
| Net increase (decrease) in cash | 2,312 |
| Cash (bank overdraft), beginning of period | – |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **2,312** |
| Dividends received, net of withholding taxes[1] | 31 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Income Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (91.4%)** | | | |
| **Foreign Equities – Real Estate Investment Trusts (1.2%)** | | | |
| Equinix, Inc. | 556 | **256** | **267** |
| **Australia (3.1%)** | | | |
| Commonwealth Bank of Australia | 4,375 | 323 | 349 |
| Transurban Group | 34,480 | 360 | 345 |
| | | **683** | **694** |
| **Canada (6.2%)** | | | |
| Canadian Imperial Bank of Commerce | 4,503 | 457 | 493 |
| Canadian Pacific Railway Limited | 1,148 | 224 | 220 |
| Enbridge Inc. | 4,270 | 244 | 241 |
| Royal Bank of Canada | 2,402 | 200 | 218 |
| TransCanada Corporation | 3,705 | 224 | 224 |
| | | **1,349** | **1,396** |
| **Denmark (0.8%)** | | | |
| DONG Energy A/S | 3,728 | **187** | **190** |
| **France (1.0%)** | | | |
| Sanofi | 2,011 | **206** | **219** |
| **Germany (4.0%)** | | | |
| Bayer Aktiengesellschaft | 4,572 | 612 | 642 |
| SAP SE | 2,230 | 260 | 262 |
| | | **872** | **904** |
| **Ireland (2.8%)** | | | |
| Allergan PLC | 2,200 | **570** | **621** |
| **Italy (2.0%)** | | | |
| Atlantia SPA | 14,446 | **456** | **455** |
| **Japan (3.5%)** | | | |
| Japan Tobacco Inc. | 7,698 | 373 | 340 |
| KDDI Corporation | 12,977 | 483 | 440 |
| | | **856** | **780** |
| **Netherlands (2.1%)** | | | |
| Unilever NV | 8,466 | **475** | **468** |
| **Spain (2.1%)** | | | |
| Ferrovial, SA | 19,748 | **500** | **475** |
| **Switzerland (6.5%)** | | | |
| Nestlé SA | 5,622 | 546 | 543 |
| Novartis AG | 5,916 | 576 | 579 |
| Roche Holding AG | 1,121 | 344 | 344 |
| | | **1,466** | **1,466** |
| **United Kingdom (7.9%)** | | | |
| British American Tobacco PLC | 5,300 | 398 | 405 |
| Diageo PLC | 9,600 | 327 | 334 |
| National Grid PLC | 22,600 | 361 | 355 |
| Nielsen Holdings PLC | 9,900 | 569 | 558 |
| Prudential PLC | 4,936 | 132 | 132 |
| | | **1,787** | **1,784** |
| **United States (48.2%)** | | | |
| Anthem, Inc. | 2,836 | 470 | 548 |
| Apple Inc. | 3,262 | 484 | 507 |
| Broadcom Limited | 1,100 | 256 | 261 |
| Cardinal Health, Inc. | 3,590 | 346 | 347 |
| Coca-Cola Company (The) | 9,207 | 513 | 513 |
| **EQUITIES (91.4%) (cont'd)** | | | |
| **United States (48.2%) (cont'd)** | | | |
| Costco Wholesale Corporation | 1,400 | 280 | 301 |
| CVS Health Corporation | 3,790 | 404 | 402 |
| Home Depot, Inc. (The) | 1,900 | 325 | 342 |
| Honeywell International Inc. | 2,960 | 440 | 461 |
| JPMorgan Chase & Co. | 2,365 | 213 | 274 |
| MasterCard Incorporated, Class "A" | 1,700 | 236 | 236 |
| McDonald's Corporation | 2,114 | 320 | 346 |
| Medtronic PLC | 5,010 | 520 | 479 |
| Merck & Co., Inc. | 4,179 | 342 | 330 |
| Microsoft Corporation | 5,269 | 413 | 440 |
| Monsanto Company | 2,101 | 285 | 297 |
| NIKE, Inc., Class "B" | 8,123 | 562 | 554 |
| Oracle Corporation | 11,129 | 581 | 575 |
| Pfizer Inc. | 10,582 | 445 | 462 |
| PPG Industries, Inc. | 4,203 | 540 | 535 |
| PPL Corporation | 4,710 | 210 | 215 |
| Schlumberger Limited | 2,820 | 301 | 318 |
| U.S. Bancorp | 3,564 | 207 | 246 |
| United Technologies Corporation | 2,110 | 290 | 311 |
| V.F. Corporation | 4,900 | 357 | 351 |
| Verizon Communications Inc. | 5,828 | 382 | 418 |
| Visa Inc., Class "A" | 4,294 | 469 | 451 |
| Wells Fargo & Company | 4,390 | 266 | 325 |
| | | **10,457** | **10,845** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.4%)** | | **20,120** | **20,564** |
| **TRANSACTION COSTS (0.0%)** | | **(19)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.4%)** | | **20,101** | **20,564** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | **–** | **(44)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (10.3%)** | | | |
| Canadian | 2,276 | 2,276 | 2,276 |
| Foreign | 37 | 37 | 36 |
| | | **2,313** | **2,312** |
| **OTHER NET ASSETS (LIABILITIES) (–1.6%)** | | | **(313)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **22,519** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 33 | (GBP) (20) | 0.601 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 417 | (GBP) (250) | 0.599 | 0.603 | 3 |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 560 | (AUD) (570) | 1.018 | 1.032 | 8 |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 66 | (GBP) (40) | 0.603 | 0.603 | – |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 17 | (GBP) (10) | 0.603 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 135 | (USD) (100) | 0.739 | 0.745 | 1 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 17 | (GBP) (10) | 0.601 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 37 | (JPY) (3,200) | 86.760 | 86.821 | – |
| | | | | | | | **12** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Income Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | AUD | 30 | (CAD) | (29) | 0.972 | 0.969 | – |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 39 | (CHF) | (30) | 0.771 | 0.755 | (1) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 132 | (USD) | (100) | 0.760 | 0.745 | (3) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD | 30 | (JPY) | (2,600) | 87.745 | 86.821 | – |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 262 | (USD) | (200) | 0.763 | 0.745 | (6) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD | 133 | (USD) | (100) | 0.749 | 0.745 | (1) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD | 91 | (CHF) | (70) | 0.767 | 0.755 | (2) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD | 126 | (EUR) | (90) | 0.716 | 0.705 | (2) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD | 1,076 | (EUR) | (770) | 0.715 | 0.705 | (15) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD | 318 | (JPY) | (28,100) | 88.360 | 86.821 | (6) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD | 310 | (USD) | (232) | 0.749 | 0.745 | (2) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD | 586 | (CHF) | (450) | 0.767 | 0.755 | (10) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 2,096 | (USD) | (1,568) | 0.748 | 0.745 | (8) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD | 50 | (GBP) | (30) | 0.604 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 10-Mar-17 | CAD | 57 | (EUR) | (40) | 0.705 | 0.704 | – |
| | | | | | | | | | **(56)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Equity Income Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve income and long-term capital appreciation by investing primarily in equity securities globally that pay a dividend and distribution.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the table below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 12,333 | (3,089) | 9,244 | 41.0 |
| Euro | 2,522 | (1,276) | 1,246 | 5.5 |
| Swiss Franc | 1,466 | (730) | 736 | 3.3 |
| Pound Sterling | 1,206 | (597) | 609 | 2.7 |
| Japanese Yen | 784 | (391) | 393 | 1.7 |
| Australian Dollar | 698 | (523) | 175 | 0.8 |
| Danish Krone | 190 | – | 190 | 0.8 |
| | **19,199** | **(6,606)** | **12,593** | **55.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,259,000 or approximately 5.6%. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, if applicable. As at December 31, 2016, approximately 91.4% of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $2,056,000. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) |
|---|---|
| | December 31, 2016 |
| **EQUITIES** | **91.4** |
| Foreign Equities – Real Estate Investment Trusts | 1.2 |
| Australia | 3.1 |
| Canada | 6.2 |
| Denmark | 0.8 |
| France | 1.0 |
| Germany | 4.0 |
| Ireland | 2.8 |
| Italy | 2.0 |
| Japan | 3.5 |
| Netherlands | 2.1 |
| Spain | 2.1 |
| Switzerland | 6.5 |
| United Kingdom | 7.9 |
| United States | 48.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **10.3** |

### *Fair value classification (note 2)*

The table below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 13,687 | 6,877 | – | 20,564 |
| Unrealized gain on currency forward contracts | – | 12 | – | 12 |
| | **13,687** | **6,889** | **–** | **20,576** |
| Unrealized loss on currency forward contracts | – | (56) | – | (56) |
| Unrealized loss on currency spot contracts | – | (3) | – | (3) |
| | **13,687** | **6,830** | **–** | **20,517** |

*Transfers between levels*

During the periods ended December 31, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

# Dynamic Global Equity Income Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 12 | (12) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **12** | **(12)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 56 | (12) | – | 44 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **56** | **(12)** | **–** | **44** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Global Strategic Yield Fund (Unaudited)

## STATEMENT OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 |
|---|---|
| **ASSETS** | |
| **Current assets** | |
| Investments | |
| Non-derivative financial assets | 55,063 |
| Unrealized gain on currency forward contracts | 17 |
| Cash | 3,081 |
| Subscriptions receivable | 526 |
| Accrued investment income and other | 217 |
| | **58,904** |
| **LIABILITIES** | |
| **Current liabilities** | |
| Management fee payable | 79 |
| Payable for securities purchased | 694 |
| Redemptions payable | 155 |
| Accrued expenses | 9 |
| Unrealized loss on currency forward contracts | 85 |
| Unrealized loss on currency spot contracts | 3 |
| | **1,025** |
| **Net assets attributable to holders of redeemable units** | **57,879** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | |
| Series A | 34,509 |
| Series F | 23,370 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | |
| Series A | 9.82 |
| Series F | 9.81 |

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 |
|---|---|
| **INCOME** | |
| Net gain (loss) on investments | |
| Dividends | 145 |
| Interest for distribution purposes | 112 |
| Net realized gain (loss) on non-derivative financial assets | 83 |
| Net realized gain (loss) on currency forward contracts | (112) |
| Change in unrealized gain (loss) on non-derivative financial assets | 383 |
| Change in unrealized gain (loss) on currency forward contracts | (68) |
| Change in unrealized gain (loss) on currency spot contracts | (3) |
| Net gain (loss) on investments | **540** |
| Net realized and unrealized foreign currency translation gain (loss) | (47) |
| Total income (loss), net | **493** |
| **EXPENSES** | |
| Management fees (note 5) | 186 |
| Fixed administration fees (note 6) | 20 |
| Independent Review Committee fees | 1 |
| Foreign withholding taxes/tax reclaims | 20 |
| Harmonized Sales Tax/Goods and Services Tax | 27 |
| Transaction costs | 34 |
| Total expenses | **288** |
| Expenses absorbed by the Manager | (40) |
| Net expenses | **248** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **245** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | |
| Series A | 147 |
| Series F | 98 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | |
| Series A | 0.08 |
| Series F | 0.06 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | |
| Series A | 1,821,045 |
| Series F | 1,531,664 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | |
| Series A | – |
| Series F | – |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | |
| Series A | 147 |
| Series F | 98 |
| | **245** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | |
| From net investment income | |
| Series F | (23) |
| From return of capital | |
| Series A | (293) |
| Series F | (276) |
| | **(592)** |
| **REDEEMABLE UNIT TRANSACTIONS** | |
| Proceeds from issue | |
| Series A | 35,430 |
| Series F | 24,075 |
| Reinvested distributions | |
| Series A | 201 |
| Series F | 112 |
| Payments on redemption | |
| Series A | (976) |
| Series F | (616) |
| | **58,226** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | |
| Series A | 34,509 |
| Series F | 23,370 |
| | **57,879** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | |
| Series A | 34,509 |
| Series F | 23,370 |
| | **57,879** |

## STATEMENT OF CASH FLOWS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 245 |
| Adjustments for: | |
| Net realized (gain) loss on non-derivative financial assets | (83) |
| Change in unrealized (gain) loss on non-derivative financial assets | (383) |
| Change in unrealized (gain) loss on currency forward contracts | 68 |
| Change in unrealized (gain) loss on currency spot contracts | 3 |
| Purchases of portfolio investments | (71,672) |
| Proceeds from sale of portfolio investments | 17,769 |
| Accrued investment income and other | (217) |
| Accrued expenses and other payables | 88 |
| **Net cash provided by (used in) operating activities** | **(54,182)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | |
| Proceeds from issue of redeemable units | 58,778 |
| Amounts paid on redemption of redeemable units | (1,236) |
| Distributions to unitholders of redeemable units | (279) |
| **Net cash provided by (used in) financing activities** | **57,263** |
| Net increase (decrease) in cash | 3,081 |
| Cash (bank overdraft), beginning of period | – |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **3,081** |
| Dividends received, net of withholding taxes[1] | 58 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Strategic Yield Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (39.7%)** | | | | |
| **Canadian Bonds and Debentures (1.1%)** | | | | |
| **Corporate (1.1%)** | | | | |
| Fortis Inc., 2.10% Sep. 04 21 | USD | 497 | **636** | **646** |
| **Foreign Bonds and Debentures (38.6%)** | | | | |
| **Australia (2.1%)** | | | | |
| Queensland Treasury Corporation, 3.25% Jul. 21 26, Series 26 | AUD | 650 | 702 | 635 |
| South Australian Government Financing Authority, 1.50% Sep. 22 22 | AUD | 650 | 631 | 590 |
| | | | **1,333** | **1,225** |
| **France (0.4%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 169 | **258** | **252** |
| **Mexico (0.4%)** | | | | |
| United Mexican States, 6.50% Jun. 10 21, Series "M" | MXN | 4,000 | **291** | **254** |
| **New Zealand (1.5%)** | | | | |
| New Zealand Local Government Funding Agency Limited, 2.75% Apr. 15 25 | NZD | 1,000 | **940** | **850** |
| **United Kingdom (2.5%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 430 | 447 | 443 |
| United Kingdom Treasury, 2.00% Sep. 07 25 | GBP | 550 | 999 | 979 |
| | | | **1,446** | **1,422** |
| **United States (31.7%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 195 | 252 | 258 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 325 | 440 | 437 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 155 | 213 | 214 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 364 | 500 | 498 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 233 | 351 | 345 |
| Comcast Corporation, 2.75% Feb. 01 23 | USD | 262 | 355 | 350 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 301 | 443 | 438 |
| JPMorgan Chase & Co., 2.55% Feb. 01 21 | USD | 405 | 544 | 542 |
| Kimco Realty Corporation, 3.20% Mar. 01 21 | USD | 314 | 428 | 428 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 463 | 645 | 637 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 162 | 251 | 248 |
| Simon Property Group, L.P., 3.375% Oct. 01 24 | USD | 200 | 281 | 271 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 194 | 271 | 269 |
| TSY INFL IX N/B 0.125% Jul. 15 26 | USD | 2,600 | 3,428 | 3,406 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 125 | 184 | 181 |
| United States Treasury, 0.75% Sep. 30 18 | USD | 550 | 734 | 734 |
| United States Treasury, 1.75% Nov. 30 21 | USD | 205 | 274 | 273 |
| United States Treasury, 2.125% Nov. 30 23 | USD | 3,000 | 4,031 | 4,002 |
| United States Treasury, 2.00% Nov. 15 26 | USD | 1,700 | 2,151 | 2,197 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 35 | 49 | 48 |
| UnitedHealth Group Incorporated, 2.875% Mar. 15 22 | USD | 323 | 437 | 440 |
| UnitedHealth Group Incorporated, 3.35% Jul. 15 22 | USD | 93 | 130 | 129 |
| Ventas Realty, Limited Partnership, 3.125% Mar. 15 23 | USD | 205 | 276 | 271 |
| Verizon Communications Inc., 3.00% Sep. 01 21 | USD | 205 | 282 | 278 |
| Visa Inc., 2.20% Nov. 14 20 | USD | 75 | 100 | 101 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 329 | 455 | 444 |
| Walt Disney Company (The), 3.00% Feb. 13 26 | USD | 218 | 301 | 292 |
| Wells Fargo & Company, 3.50% Mar. 08 22 | USD | 455 | 629 | 629 |
| | | | **18,435** | **18,360** |
| **EQUITIES (55.2%)** | | | | |
| **Foreign Equities – Real Estate Investment Trusts (0.6%)** | | | | |
| Equinix, Inc. | | 779 | **363** | **374** |
| **Australia (1.8%)** | | | | |
| Commonwealth Bank of Australia | | 6,038 | 435 | 482 |
| Transurban Group | | 53,570 | 562 | 537 |
| | | | **997** | **1,019** |
| **Canada (3.7%)** | | | | |
| Canadian Imperial Bank of Commerce | | 6,872 | 703 | 753 |
| Canadian Pacific Railway Limited | | 1,905 | 372 | 365 |
| Enbridge Inc. | | 6,930 | 397 | 392 |
| Royal Bank of Canada | | 3,552 | 291 | 323 |
| TransCanada Corporation | | 5,569 | 336 | 337 |
| | | | **2,099** | **2,170** |
| **Denmark (0.5%)** | | | | |
| DONG Energy A/S | | 6,133 | **311** | **312** |
| **France (0.6%)** | | | | |
| Sanofi | | 3,192 | **328** | **348** |
| **EQUITIES (55.2%) (cont'd)** | | | | |
| **Germany (2.6%)** | | | | |
| Bayer Aktiengesellschaft | | 7,307 | 973 | 1,026 |
| SAP SE | | 3,882 | 454 | 457 |
| | | | **1,427** | **1,483** |
| **Ireland (1.7%)** | | | | |
| Allergan PLC | | 3,500 | **908** | **988** |
| **Italy (1.2%)** | | | | |
| Atlantia SPA | | 22,615 | **718** | **712** |
| **Japan (2.0%)** | | | | |
| Japan Tobacco Inc. | | 11,407 | 551 | 504 |
| KDDI Corporation | | 19,817 | 739 | 672 |
| | | | **1,290** | **1,176** |
| **Netherlands (1.2%)** | | | | |
| Unilever NV | | 13,011 | **733** | **720** |
| **Spain (1.2%)** | | | | |
| Ferrovial, SA | | 28,921 | **738** | **696** |
| **Switzerland (4.0%)** | | | | |
| Nestlé SA | | 9,119 | 885 | 880 |
| Novartis AG | | 9,089 | 895 | 890 |
| Roche Holding AG | | 1,693 | 525 | 519 |
| | | | **2,305** | **2,289** |
| **United Kingdom (4.8%)** | | | | |
| British American Tobacco PLC | | 8,000 | 602 | 611 |
| Diageo PLC | | 15,700 | 534 | 546 |
| National Grid PLC | | 35,100 | 559 | 552 |
| Nielsen Holdings PLC | | 15,200 | 873 | 856 |
| Prudential PLC | | 8,140 | 218 | 218 |
| | | | **2,786** | **2,783** |
| **United States (29.3%)** | | | | |
| Anthem, Inc. | | 4,310 | 713 | 832 |
| Apple Inc. | | 5,562 | 815 | 865 |
| Broadcom Limited | | 1,300 | 303 | 309 |
| Cardinal Health, Inc. | | 5,565 | 542 | 538 |
| Coca-Cola Company (The) | | 14,529 | 809 | 809 |
| Costco Wholesale Corporation | | 2,400 | 481 | 516 |
| CVS Health Corporation | | 5,650 | 609 | 599 |
| Home Depot, Inc. (The) | | 2,740 | 465 | 494 |
| Honeywell International Inc. | | 4,508 | 670 | 701 |
| JPMorgan Chase & Co. | | 3,910 | 349 | 453 |
| MasterCard Incorporated, Class "A" | | 2,700 | 375 | 374 |
| McDonald's Corporation | | 3,585 | 540 | 586 |
| Medtronic PLC | | 7,670 | 781 | 734 |
| Merck & Co., Inc. | | 6,721 | 551 | 531 |
| Microsoft Corporation | | 8,286 | 645 | 691 |
| Monsanto Company | | 3,353 | 459 | 474 |
| NIKE, Inc., Class "B" | | 12,640 | 879 | 863 |
| Oracle Corporation | | 17,536 | 917 | 905 |
| Pfizer Inc. | | 16,091 | 680 | 702 |
| PPG Industries, Inc. | | 6,605 | 863 | 840 |
| PPL Corporation | | 6,600 | 293 | 302 |
| Schlumberger Limited | | 4,640 | 492 | 523 |
| U.S. Bancorp | | 5,180 | 296 | 357 |
| United Technologies Corporation | | 3,600 | 497 | 531 |
| V.F. Corporation | | 7,600 | 554 | 544 |
| Verizon Communications Inc. | | 10,404 | 693 | 746 |
| Visa Inc., Class "A" | | 6,452 | 701 | 677 |
| Wells Fargo & Company | | 6,590 | 391 | 488 |
| | | | **16,363** | **16,984** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.9%)** | | | **54,705** | **55,063** |
| **TRANSACTION COSTS (0.0%)** | | | **(25)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.9%)** | | | **54,680** | **55,063** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | | **–** | **(68)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (5.3%)** | | | | |
| Canadian | | | 2,986 | 2,986 |
| Foreign | | | 95 | 95 |
| | | | **3,081** | **3,081** |
| **OTHER NET ASSETS (LIABILITIES) (–0.1%)** | | | | **(197)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **57,879** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Strategic Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 67 | (GBP) (40) | 0.601 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 668 | (GBP) (400) | 0.599 | 0.603 | 5 |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 806 | (AUD) (820) | 1.018 | 1.032 | 11 |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 83 | (GBP) (50) | 0.603 | 0.603 | – |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 33 | (GBP) (20) | 0.603 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 135 | (USD) (100) | 0.739 | 0.745 | 1 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 50 | (GBP) (30) | 0.601 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 56 | (JPY) (4,900) | 86.760 | 86.821 | – |
| | | | | | | | **17** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | AUD 100 | (CAD) (97) | 0.972 | 0.969 | – |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 263 | (USD) (200) | 0.760 | 0.745 | (5) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 26 | (CHF) (20) | 0.771 | 0.755 | (1) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 262 | (USD) (200) | 0.763 | 0.745 | (6) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 48 | (JPY) (4,200) | 87.745 | 86.821 | (1) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 133 | (USD) (100) | 0.749 | 0.745 | (1) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 169 | (CHF) (130) | 0.767 | 0.755 | (3) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 140 | (EUR) (100) | 0.716 | 0.705 | (2) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 1,733 | (EUR) (1,240) | 0.715 | 0.705 | (26) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 475 | (JPY) (42,000) | 88.360 | 86.821 | (8) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 134 | (USD) (100) | 0.748 | 0.745 | – |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 467 | (USD) (350) | 0.749 | 0.745 | (3) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 912 | (CHF) (700) | 0.767 | 0.755 | (15) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 3,275 | (USD) (2,450) | 0.748 | 0.745 | (13) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 134 | (USD) (100) | 0.748 | 0.745 | (1) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 50 | (GBP) (30) | 0.604 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 10-Mar-17 | CAD 85 | (EUR) (60) | 0.705 | 0.704 | – |
| | | | | | | | **(85)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Strategic Yield Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income and long-term capital appreciation by investing primarily in a diversified portfolio of fixed income and income-oriented securities globally.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) |
|---|---|
| Less than 1 year | – |
| 1-3 years | 1,196 |
| 3-5 years | 3,436 |
| 5-10 years | 17,939 |
| > 10 years | 438 |
| | **23,009** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $361,000 or approximately 0.6%. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the table below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 38,649 | (4,834) | 33,815 | 58.4 |
| Euro | 3,960 | (1,986) | 1,974 | 3.4 |
| Pound Sterling | 2,878 | (945) | 1,933 | 3.3 |
| Swiss Franc | 2,289 | (1,127) | 1,162 | 2.0 |
| Australian Dollar | 2,263 | (697) | 1,566 | 2.7 |
| Japanese Yen | 1,182 | (589) | 593 | 1.0 |
| New Zealand Dollar | 868 | – | 868 | 1.5 |
| Danish Krone | 312 | – | 312 | 0.5 |
| Mexican Peso | 255 | – | 255 | 0.4 |
| | **52,656** | **(10,178)** | **42,478** | **73.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $4,248,000 or approximately 7.3%. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, if applicable. As at December 31, 2016, approximately 55.2% of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $3,205,000. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | |
|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 50.4 | 20.0 |
| AA | 9.0 | 3.6 |
| A | 29.3 | 11.6 |
| BBB | 11.3 | 4.5 |
| | **100.0** | **39.7** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Strategic Yield Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | Percentage of net assets (%) |
|---|---|
| | December 31, 2016 |
| **BONDS AND DEBENTURES** | **39.7** |
| **Canadian Bonds and Debentures** | |
| Corporate | 1.1 |
| **Foreign Bonds and Debentures** | |
| Australia | 2.1 |
| France | 0.4 |
| Mexico | 0.4 |
| New Zealand | 1.5 |
| United Kingdom | 2.5 |
| United States | 31.7 |
| **EQUITIES** | **55.2** |
| Foreign Equities – Real Estate Investment Trusts | 0.6 |
| Australia | 1.8 |
| Canada | 3.7 |
| Denmark | 0.5 |
| France | 0.6 |
| Germany | 2.6 |
| Ireland | 1.7 |
| Italy | 1.2 |
| Japan | 2.0 |
| Netherlands | 1.2 |
| Spain | 1.2 |
| Switzerland | 4.0 |
| United Kingdom | 4.8 |
| United States | 29.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **5.3** |

### *Fair value classification (note 2)*

The table below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 21,372 | 10,682 | – | 32,054 |
| Bonds and debentures | – | 23,009 | – | 23,009 |
| Unrealized gain on currency forward contracts | – | 17 | – | 17 |
| | **21,372** | **33,708** | **–** | **55,080** |
| Unrealized loss on currency forward contracts | – | (85) | – | (85) |
| Unrealized loss on currency spot contracts | – | (3) | – | (3) |
| | **21,372** | **33,620** | **–** | **54,992** |

*Transfers between levels*

During the period ended December 31, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 17 | (17) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **17** | **(17)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 85 | (17) | – | 68 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **85** | **(17)** | **–** | **68** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Small Business Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 804,924 | 592,226 |
| Unrealized gain on currency forward contracts | 384 | – |
| Cash | 197,498 | 164,335 |
| Receivable for securities sold | – | 25 |
| Subscriptions receivable | 519 | 2,020 |
| Accrued investment income and other | 1,527 | 1,225 |
| | **1,004,852** | **759,831** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 503 | 460 |
| Payable for securities purchased | 5,643 | – |
| Redemptions payable | 572 | 1,559 |
| Accrued expenses | 78 | 68 |
| Unrealized loss on currency forward contracts | 1 | 897 |
| Unrealized loss on currency spot contracts | 34 | – |
| | **6,831** | **2,984** |
| **Net assets attributable to holders of redeemable units** | **998,021** | **756,847** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 190,036 | 175,230 |
| Series F | 48,770 | 41,859 |
| Series FI | 6,937 | 6,725 |
| Series G | 55,310 | 50,751 |
| Series I | 2,922 | 2,307 |
| Series IP | 1,715 | 1,823 |
| Series O | 673,719 | 463,096 |
| Series OP | 18,612 | 15,056 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 13.24 | 12.58 |
| Series F | 15.82 | 14.98 |
| Series FI | 12.12 | 11.48 |
| Series G | 13.32 | 12.66 |
| Series I | 12.61 | 11.92 |
| Series IP | 14.65 | 13.95 |
| Series O | 17.29 | 16.50 |
| Series OP | 14.10 | 13.51 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 6,422 | 8,771 |
| Interest for distribution purposes | 438 | 625 |
| Net realized gain (loss) on non-derivative financial assets | 35,387 | (9,744) |
| Net realized gain (loss) on currency forward contracts | (4,632) | (4,290) |
| Change in unrealized gain (loss) on non-derivative financial assets | 31,744 | (30,183) |
| Change in unrealized gain (loss) on non-derivative financial liabilities | – | (284) |
| Change in unrealized gain (loss) on currency forward contracts | 1,280 | 1,447 |
| Change in unrealized gain (loss) on currency spot contracts | (34) | – |
| Dividend and interest expense on securities sold short | – | (17) |
| Net gain (loss) on investments | **70,605** | **(33,675)** |
| Securities lending | 3 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 465 | 187 |
| Total income (loss), net | **71,073** | **(33,488)** |
| **EXPENSES** | | |
| Management fees (note 5) | 2,681 | 2,505 |
| Fixed administration fees (note 6) | 406 | 327 |
| Performance fees (note 12) | – | (52) |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 87 | 81 |
| Other fund costs | 5 | – |
| Harmonized Sales Tax/Goods and Services Tax | 330 | 295 |
| Transaction costs | 724 | 654 |
| Total expenses | **4,234** | **3,811** |
| Expenses absorbed by the Manager | – | (6) |
| Net expenses | **4,234** | **3,805** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **66,839** | **(37,293)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 13,049 | (13,210) |
| Series F | 3,502 | (1,671) |
| Series FI | 540 | (456) |
| Series G | 3,831 | (3,779) |
| Series I | 206 | (108) |
| Series IP | 148 | (141) |
| Series O | 44,175 | (17,189) |
| Series OP | 1,388 | (739) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.93 | (0.85) |
| Series F | 1.15 | (0.90) |
| Series FI | 0.93 | (0.75) |
| Series G | 0.95 | (0.85) |
| Series I | 1.03 | (0.68) |
| Series IP | 1.20 | (0.70) |
| Series O | 1.40 | (0.89) |
| Series OP | 1.16 | (0.68) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 14,064,076 | 15,525,499 |
| Series F | 3,053,110 | 1,863,817 |
| Series FI | 578,707 | 606,371 |
| Series G | 4,032,869 | 4,422,979 |
| Series I | 200,515 | 158,060 |
| Series IP | 122,975 | 202,863 |
| Series O | 31,508,402 | 19,288,717 |
| Series OP | 1,194,154 | 1,071,427 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Small Business Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 175,230 | 203,908 |
| Series F | 41,859 | 27,845 |
| Series FI | 6,725 | 5,885 |
| Series G | 50,751 | 57,836 |
| Series I | 2,307 | 1,771 |
| Series IP | 1,823 | 2,723 |
| Series O | 463,096 | 258,501 |
| Series OP | 15,056 | 13,709 |
| | **756,847** | **572,178** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 13,049 | (13,210) |
| Series F | 3,502 | (1,671) |
| Series FI | 540 | (456) |
| Series G | 3,831 | (3,779) |
| Series I | 206 | (108) |
| Series IP | 148 | (141) |
| Series O | 44,175 | (17,189) |
| Series OP | 1,388 | (739) |
| | **66,839** | **(37,293)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series F | (47) | (140) |
| Series FI | (7) | (26) |
| Series I | (14) | (20) |
| Series IP | (12) | (7) |
| Series O | (4,655) | (5,156) |
| Series OP | (146) | (134) |
| From net realized gains on investments | | |
| Series A | (3,888) | (3,747) |
| Series F | (1,105) | (523) |
| Series FI | (162) | (103) |
| Series G | (1,164) | (1,108) |
| Series I | (59) | (31) |
| Series IP | (49) | (40) |
| Series O | (19,029) | (8,060) |
| Series OP | (598) | (387) |
| From return of capital | | |
| Series IP | – | (7) |
| | **(30,935)** | **(19,489)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 19,236 | 4,280 |
| Series F | 12,537 | 5,991 |
| Series FI | 2 | 1,250 |
| Series G | 5,169 | 3,137 |
| Series I | 469 | 221 |
| Series IP | 158 | – |
| Series O | 176,727 | 191,410 |
| Series OP | 2,320 | 498 |
| Reinvested distributions | | |
| Series A | 3,731 | 3,571 |
| Series F | 832 | 523 |
| Series FI | 26 | 49 |
| Series G | 1,111 | 1,054 |
| Series I | 71 | 51 |
| Series IP | 57 | 52 |
| Series O | 23,684 | 13,216 |
| Series OP | 744 | 521 |
| Payments on redemption | | |
| Series A | (17,322) | (27,180) |
| Series F | (8,808) | (4,638) |
| Series FI | (187) | (364) |
| Series G | (4,388) | (8,924) |
| Series I | (58) | (28) |
| Series IP | (410) | (20) |
| Series O | (10,279) | (29,708) |
| Series OP | (152) | (267) |
| | **205,270** | **154,695** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 14,806 | (36,286) |
| Series F | 6,911 | (458) |
| Series FI | 212 | 350 |
| Series G | 4,559 | (9,620) |
| Series I | 615 | 85 |
| Series IP | (108) | (163) |
| Series O | 210,623 | 144,513 |
| Series OP | 3,556 | (508) |
| | **241,174** | **97,913** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 190,036 | 167,622 |
| Series F | 48,770 | 27,387 |
| Series FI | 6,937 | 6,235 |
| Series G | 55,310 | 48,216 |
| Series I | 2,922 | 1,856 |
| Series IP | 1,715 | 2,560 |
| Series O | 673,719 | 403,014 |
| Series OP | 18,612 | 13,201 |
| | **998,021** | **670,091** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 66,839 | (37,293) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (35,387) | 9,744 |
| Unrealized foreign currency translation (gain) loss | 50 | (151) |
| Change in unrealized (gain) loss on non-derivative financial assets | (31,744) | 30,183 |
| Change in unrealized (gain) loss on non-derivative financial liabilities | – | 284 |
| Change in unrealized (gain) loss on currency forward contracts | (1,280) | (1,447) |
| Change in unrealized (gain) loss on currency spot contracts | 34 | – |
| Purchases of portfolio investments | (356,167) | (231,179) |
| Proceeds from sale of portfolio investments | 216,268 | 206,647 |
| Payable for interest and dividends on securities sold short | – | 17 |
| Accrued investment income and other | (302) | 292 |
| Accrued expenses and other payables | 53 | (183) |
| **Net cash provided by (used in) operating activities** | **(141,636)** | **(23,086)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 213,713 | 201,905 |
| Amounts paid on redemption of redeemable units | (38,185) | (66,317) |
| Distributions to unitholders of redeemable units | (679) | (451) |
| **Net cash provided by (used in) financing activities** | **174,849** | **135,137** |
| Unrealized foreign currency translation gain (loss) | (50) | 151 |
| Net increase (decrease) in cash | 33,163 | 112,202 |
| Cash (bank overdraft), beginning of period | 164,335 | 60,994 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **197,498** | **173,196** |
| Interest received[1] | 416 | 644 |
| Dividends received, net of withholding taxes[1] | 6,027 | 8,972 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Small Business Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (80.6%)** | | | |
| **Canada (63.6%)** | | | |
| Altus Group Limited | 678,342 | 14,186 | 21,001 |
| Aritzia Inc., Subordinated Voting | 1,022,000 | 17,720 | 17,885 |
| Canadian Utilities Limited, Class "A", Non-Voting | 970,000 | 33,517 | 35,104 |
| CCL Industries Inc., Class "B" | 90,800 | 13,095 | 23,953 |
| Chartwell Retirement Residences | 1,064,444 | 9,652 | 15,594 |
| Cineplex Inc. | 494,000 | 23,048 | 25,303 |
| Continuum Residential Real Estate Investment Trust, Restricted* | 712,416 | 7,621 | 8,028 |
| FirstService Corporation | 356,700 | 16,937 | 22,736 |
| Gibson Energy Inc. | 1,046,754 | 17,108 | 19,867 |
| Gluskin Sheff + Associates Inc. | 629,650 | 10,046 | 10,981 |
| HudBay Minerals Inc., Warrants, Jul. 20 18 | 267,410 | 566 | 122 |
| Innergex Renewable Energy Inc. | 1,557,447 | 12,661 | 21,851 |
| Intact Financial Corporation | 235,200 | 21,183 | 22,603 |
| InterRent Real Estate Investment Trust | 2,104,300 | 13,879 | 15,698 |
| Keg Royalties Income Fund (The) | 704,500 | 9,876 | 14,865 |
| Killam Apartment Real Estate Investment Trust | 1,600,000 | 19,309 | 19,104 |
| Kinaxis Inc. | 181,600 | 11,148 | 11,350 |
| KingSett Canadian Real Estate Income Fund LP, Restricted* | 2,800 | 2,936 | 3,852 |
| Linamar Corporation | 191,800 | 10,007 | 11,065 |
| Lundin Mining Corporation | 2,746,300 | 12,975 | 17,576 |
| Maple Leaf Foods Inc. | 1,428,000 | 33,505 | 40,155 |
| Milestone Apartments Real Estate Investment Trust | 1,125,600 | 16,222 | 21,386 |
| Morguard Corporation | 74,797 | 6,388 | 13,157 |
| Morneau Shepell Inc. | 1,483,200 | 19,597 | 28,463 |
| Pizza Pizza Royalty Corp. | 863,300 | 7,931 | 15,246 |
| PrairieSky Royalty Ltd. | 721,276 | 19,727 | 23,038 |
| Raging River Exploration Inc. | 1,210,000 | 11,003 | 12,778 |
| Rose Investments II Limited Partnership, Restricted* | 4,368 | 1,003 | 1,326 |
| Second Cup Ltd. (The) | 1,260,600 | 3,688 | 2,685 |
| Seven Generations Energy Ltd., Class "A" | 944,700 | 18,653 | 29,579 |
| Sienna Senior Living Inc. | 825,000 | 13,334 | 13,448 |
| Skyline International Development Inc. | 97,170 | 1,158 | 875 |
| Sleep Country Canada Holdings Inc. | 702,600 | 13,709 | 20,221 |
| Spartan Energy Corp. | 2,182,500 | 6,548 | 7,268 |
| Spin Master Corp. | 586,150 | 13,012 | 18,868 |
| Steel Reef Infrastructure Corp., Restricted* | 2,782,650 | 3,757 | 5,704 |
| TORC Oil & Gas Ltd. | 1,491,349 | 12,846 | 12,333 |
| Waste Connections, Inc. | 285,407 | 24,166 | 30,127 |
| | | **503,717** | **635,195** |
| **Israel (1.4%)** | | | |
| Caesarstone Sdot-Yam Ltd. | 366,800 | **18,692** | **14,110** |
| **EQUITIES (80.6%) (cont'd)** | | | |
| **United States (15.6%)** | | | |
| Affiliated Managers Group, Inc. | 106,000 | 19,966 | 20,684 |
| Denny's Corporation | 924,672 | 12,766 | 15,929 |
| First Republic Bank | 101,550 | 10,228 | 12,563 |
| Huntington Ingalls Industries, Inc. | 43,600 | 7,506 | 10,785 |
| Lennar Corporation, Class "A" | 320,000 | 18,757 | 18,445 |
| Madison Square Garden Company (The) | 114,166 | 24,698 | 26,291 |
| Michaels Companies, Inc. (The) | 665,000 | 22,568 | 18,260 |
| Starwood Distressed Opportunity Fund IX, LP* | 6,510 | 2,587 | 7,975 |
| Total System Services, Inc. | 375,000 | 24,598 | 24,687 |
| | | **143,674** | **155,619** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (80.6%)** | | **666,083** | **804,924** |
| **TRANSACTION COSTS (0.0%)** | | **(718)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (80.6%)** | | **665,365** | **804,924** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **383** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (19.8%)** | | | |
| Canadian | | 179,231 | 179,231 |
| Foreign | | 18,283 | 18,267 |
| | | **197,514** | **197,498** |
| **OTHER NET ASSETS (LIABILITIES) (–0.4%)** | | | **(4,784)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **998,021** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 35,679 | (USD) (26,488) | 0.742 | 0.745 | 121 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 39,957 | (USD) (29,654) | 0.742 | 0.745 | 149 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 27,678 | (USD) (20,533) | 0.742 | 0.745 | 114 |
| | | | | | | | **384** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 13,638 | (CAD) (18,309) | 1.343 | 1.342 | (1) |
| | | | | | | | **(1)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Small Business Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital appreciation and income through investment primarily in equity securities of relatively small Canadian businesses.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 232,692 | (84,656) | 148,036 | 14.8 |
| Israeli Shekel | 875 | – | 875 | 0.1 |
| | **233,567** | **(84,656)** | **148,911** | **14.9** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 141,300 | (80,373) | 60,927 | 8.1 |
| Israeli Shekel | 943 | – | 943 | 0.1 |
| | **142,243** | **(80,373)** | **61,870** | **8.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $14,891,000 or approximately 1.5% (June 30, 2016 – $6,187,000 or approximately 0.8%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 80.6% (June 30, 2016 – 78.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $80,492,000 (June 30, 2016 – $59,223,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **80.6** | **78.2** |
| Canada | 63.6 | 61.6 |
| Israel | 1.4 | 1.3 |
| United States | 15.6 | 15.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **19.8** | **21.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 777,042 | 875 | 26,885 | 804,802 |
| Warrants, rights and options | 122 | – | – | 122 |
| Unrealized gain on currency forward contracts | – | 384 | – | 384 |
| | **777,164** | **1,259** | **26,885** | **805,308** |
| Unrealized loss on currency forward contracts | – | (1) | – | (1) |
| Unrealized loss on currency spot contracts | – | (34) | – | (34) |
| | **777,164** | **1,224** | **26,885** | **805,273** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 563,164 | 943 | 28,025 | 592,132 |
| Warrants, rights and options | 94 | – | – | 94 |
| | **563,258** | **943** | **28,025** | **592,226** |
| Unrealized loss on currency forward contracts | – | (897) | – | (897) |
| | **563,258** | **46** | **28,025** | **591,329** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods:

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Small Business Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 28,025 | 33,593 |
| Purchases | 68 | 8,496 |
| Sales/Return of Capital | (1,653) | (16,877) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | 2,790 |
| Net changes in unrealized gain (loss)* | 445 | 23 |
| **End of period** | **26,885** | **28,025** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $445,000 and $2,586,000, respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 21,181 | n/a |
| Equities | Fundamental model analysis based on financial data | EBITDA multiple | 5,704 | – |
| | | | **26,885** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 5,983 | n/a |
| Equities | Fundamental model analysis based on financial data | Company NAV | 22,042 | n/a |
| | | | **28,025** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 384 | (1) | – | 383 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **384** | **(1)** | **–** | **383** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1 | (1) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1** | **(1)** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 897 | – | – | 897 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **897** | **–** | **–** | **897** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| KingSett Canadian Real Estate Income Fund LP, Restricted | 3,852 | 0.3 |
| Rose Investments II Limited Partnership, Restricted | 1,326 | 3.2 |
| Starwood Distressed Opportunity Fund IX, LP | 7,975 | 0.1 |
| | **13,153** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| KingSett Canadian Real Estate Income Fund LP, Restricted | 3,848 | 0.3 |
| Rose Investments II Limited Partnership, Restricted* | 1,312 | 3.2 |
| Starwood Distressed Opportunity Fund IX, LP | 8,975 | 0.0 |
| | **14,135** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Small Business Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Strategic Yield Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 4,442,436 | 4,624,096 |
| Purchased options | – | 13 |
| Unrealized gain on currency forward contracts | 224 | 3,837 |
| Unrealized gain on swap contracts | 1,118 | – |
| Cash | 610,068 | 600,955 |
| Margin deposited on derivatives | 60,228 | 69,311 |
| Receivable for securities sold | – | 12,827 |
| Subscriptions receivable | 4,577 | 9,989 |
| Accrued investment income and other | 16,152 | 17,217 |
| | **5,134,803** | **5,338,245** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 7,783 | 8,158 |
| Payable for securities purchased | 21,476 | 50,627 |
| Redemptions payable | 9,273 | 11,000 |
| Accrued expenses | 687 | 702 |
| Distributions payable | 4,914 | – |
| Liability for written options | 1,573 | 2,268 |
| Unrealized loss on currency forward contracts | 1,193 | 11,546 |
| Unrealized loss on currency spot contracts | 29 | 21 |
| | **46,928** | **84,322** |
| **Net assets attributable to holders of redeemable units** | **5,087,875** | **5,253,923** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 3,208,312 | 3,460,386 |
| Series E | 123,091 | 109,562 |
| Series F | 742,765 | 554,225 |
| Series FH (in equivalent CAD) | 3,452 | 3,381 |
| Series FI | n/a | 102,030 |
| Series G | 894,171 | 916,860 |
| Series H (in equivalent CAD) | 10,317 | 10,399 |
| Series I | 69,598 | 64,084 |
| Series O | 36,165 | 32,996 |
| Series U | 4 | n/a |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 2,571 | 2,600 |
| Series H | 7,684 | 7,996 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 13.95 | 13.95 |
| Series E | 10.19 | 10.19 |
| Series F | 14.21 | 14.22 |
| Series FH (in equivalent CAD) | 13.59 | 13.10 |
| Series FI | n/a | 10.18 |
| Series G | 14.03 | 14.04 |
| Series H (in equivalent CAD) | 13.43 | 12.95 |
| Series I | 14.56 | 14.57 |
| Series O | 12.71 | 12.74 |
| Series U | 10.01 | n/a |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series FH | 10.12 | 10.07 |
| Series H | 10.00 | 9.96 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 36,175 | 33,903 |
| Interest for distribution purposes | 47,248 | 107,271 |
| Net realized gain (loss) on non-derivative financial assets | 136,271 | 205,484 |
| Net realized gain (loss) on options contracts | 9,654 | 12,976 |
| Net realized gain (loss) on currency forward contracts | (28,579) | (21,272) |
| Net realized gain (loss) on futures contracts | – | (27,068) |
| Net realized gain (loss) on swap contracts | (8,329) | (10,781) |
| Change in unrealized gain (loss) on non-derivative financial assets | (25,474) | (177,468) |
| Change in unrealized gain (loss) on options contracts | 576 | 3,690 |
| Change in unrealized gain (loss) on currency forward contracts | 6,740 | (8,527) |
| Change in unrealized gain (loss) on currency spot contracts | (8) | 3 |
| Change in unrealized gain (loss) on futures contracts | – | (526) |
| Change in unrealized gain (loss) on swap contracts | 1,118 | (1,142) |
| Net gain (loss) on investments | **175,392** | **116,543** |
| Securities lending | 35 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 15,409 | 55,452 |
| Total income (loss), net | **190,836** | **171,995** |
| **EXPENSES** | | |
| Management fees (note 5) | 43,689 | 46,709 |
| Fixed administration fees (note 6) | 3,740 | 4,207 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | 40 |
| Foreign withholding taxes/tax reclaims | 2,393 | 1,962 |
| Filing fees | 2 | – |
| Other fund costs | 3 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 5,091 | 5,336 |
| Transaction costs | 1,573 | 2,251 |
| Total expenses | **56,494** | **60,507** |
| Expenses absorbed by the Manager | (6) | – |
| Net expenses | **56,488** | **60,507** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **134,348** | **111,488** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 82,957 | 71,785 |
| Series E | 2,762 | 1,472 |
| Series F | 20,115 | 10,953 |
| Series FH (in equivalent CAD) | 217 | 383 |
| Series FI | 1,114 | 2,007 |
| Series G | 23,008 | 18,255 |
| Series H (in equivalent CAD) | 580 | 1,489 |
| Series I | 2,364 | 1,970 |
| Series O | 1,231 | 3,174 |
| Series U | –** | n/a |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 164 | 290 |
| Series H | 440 | 1,127 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.35 | 0.29 |
| Series E | 0.23 | 0.19 |
| Series F | 0.46 | 0.36 |
| Series FH (in equivalent CAD) | 0.85 | 1.68 |
| Series FI | 0.11 | 0.26 |
| Series G | 0.35 | 0.29 |
| Series H (in equivalent CAD) | 0.74 | 1.67 |
| Series I | 0.51 | 0.44 |
| Series O | 0.45 | 0.57 |
| Series U | –** | n/a |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.64 | 1.27 |
| Series H | 0.56 | 1.26 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 239,568,932 | 259,532,993 |
| Series E | 12,221,489 | 7,580,844 |
| Series F | 43,544,797 | 29,806,801 |
| Series FH | 253,916 | 227,395 |
| Series FI | 9,710,196 | 7,731,152 |
| Series G | 65,095,637 | 63,542,584 |
| Series H | 781,217 | 893,097 |
| Series I | 4,625,841 | 4,379,997 |
| Series O | 2,736,494 | 5,572,380 |
| Series U | 339 | n/a |

**This yields a non-zero amount which rounds to zero.

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 3,460,386 | 3,950,123 |
| Series E | 109,562 | 64,250 |
| Series F | 554,225 | 424,516 |
| Series FH | 3,381 | 3,288 |
| Series FI | 102,030 | 73,903 |
| Series G | 916,860 | 942,795 |
| Series H | 10,399 | 12,112 |
| Series I | 64,084 | 65,241 |
| Series O | 32,996 | 185,286 |
| Series U | – | n/a |
| | **5,253,923** | **5,721,514** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 82,957 | 71,785 |
| Series E | 2,762 | 1,472 |
| Series F | 20,115 | 10,953 |
| Series FH | 217 | 383 |
| Series FI | 1,114 | 2,007 |
| Series G | 23,008 | 18,255 |
| Series H | 580 | 1,489 |
| Series I | 2,364 | 1,970 |
| Series O | 1,231 | 3,174 |
| | **134,348** | **111,488** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (1,838) | – |
| Series E | (32) | – |
| Series F | (3,738) | – |
| Series FH | (20) | – |
| Series FI | (490) | – |
| Series G | (1,145) | – |
| Series H | (6) | – |
| Series I | (744) | – |
| Series O | (380) | – |
| From net realized gains on investments | | |
| Series A | – | (154,094) |
| Series E | – | (2,927) |
| Series F | – | (20,190) |
| Series FH | – | (157) |
| Series FI | – | (3,499) |
| Series G | – | (38,301) |
| Series H | – | (538) |
| Series I | – | (3,337) |
| Series O | – | (4,890) |
| From return of capital | | |
| Series A | (81,543) | – |
| Series E | (3,120) | – |
| Series F | (15,680) | – |
| Series FH | (71) | – |
| Series FI | (2,056) | – |
| Series G | (22,278) | – |
| Series H | (210) | – |
| Series I | (1,722) | – |
| Series O | (976) | – |
| | **(136,049)** | **(227,933)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 141,913 | 153,556 |
| Series E | 37,415 | 34,942 |
| Series F | 259,215 | 91,399 |
| Series FH | 420 | 822 |
| Series FI | 973 | 29,234 |
| Series G | 52,692 | 65,875 |
| Series H | 1,131 | 518 |
| Series I | 14,473 | 7,096 |
| Series O | 3,214 | 5,312 |
| Series U | 4 | n/a |
| Reinvested distributions | | |
| Series A | 66,689 | 122,464 |
| Series E | 2,577 | 2,425 |
| Series F | 11,458 | 12,383 |
| Series FH | 48 | 95 |
| Series FI | 1,373 | 1,723 |
| Series G | 20,608 | 33,746 |
| Series H | 143 | 355 |
| Series I | 1,934 | 2,510 |
| Series O | 1,356 | 4,890 |
| Payments on redemption | | |
| Series A | (460,252) | (494,512) |
| Series E | (26,073) | (6,419) |
| Series F | (82,830) | (54,261) |
| Series FH | (523) | (644) |
| Series FI | (102,944) | (18,227) |
| Series G | (95,574) | (92,624) |
| Series H | (1,720) | (2,354) |
| Series I | (10,791) | (5,969) |
| Series O | (1,276) | (164,544) |
| | **(164,347)** | **(270,209)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (252,074) | (300,801) |
| Series E | 13,529 | 29,493 |
| Series F | 188,540 | 40,284 |
| Series FH | 71 | 499 |
| Series FI | (102,030) | 11,238 |
| Series G | (22,689) | (13,049) |
| Series H | (82) | (530) |
| Series I | 5,514 | 2,270 |
| Series O | 3,169 | (156,058) |
| Series U | 4 | n/a |
| | **(166,048)** | **(386,654)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 3,208,312 | 3,649,322 |
| Series E | 123,091 | 93,743 |
| Series F | 742,765 | 464,800 |
| Series FH | 3,452 | 3,787 |
| Series FI | n/a | 85,141 |
| Series G | 894,171 | 929,746 |
| Series H | 10,317 | 11,582 |
| Series I | 69,598 | 67,511 |
| Series O | 36,165 | 29,228 |
| Series U | 4 | n/a |
| | **5,087,875** | **5,334,860** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 134,348 | 111,488 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (136,271) | (205,484) |
| Net realized (gain) loss on options contracts | (9,654) | (12,976) |
| Unrealized foreign currency translation (gain) loss | 1 | (43,154) |
| Change in unrealized (gain) loss on non-derivative financial assets | 25,474 | 177,468 |
| Change in unrealized (gain) loss on options contracts | (576) | (3,690) |
| Change in unrealized (gain) loss on currency forward contracts | (6,740) | 8,527 |
| Change in unrealized (gain) loss on currency spot contracts | 8 | (3) |
| Change in unrealized (gain) loss on futures contracts | – | 526 |
| Change in unrealized (gain) loss on swap contracts | (1,118) | 1,142 |
| Other non-cash transactions | (25,066) | (21,028) |
| Purchases of portfolio investments | (1,289,299) | (1,705,340) |
| Proceeds from sale of portfolio investments | 1,600,046 | 2,004,686 |
| Payable for interest and dividends on securities sold short | – | 154 |
| Margin deposited on derivatives | 9,083 | 17,415 |
| Accrued investment income and other | 1,065 | 5,584 |
| Accrued expenses and other payables | (390) | (504) |
| **Net cash provided by (used in) operating activities** | **300,911** | **334,811** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 172,020 | 239,144 |
| Amounts paid on redemption of redeemable units | (438,868) | (697,280) |
| Distributions to unitholders of redeemable units | (24,949) | (47,265) |
| **Net cash provided by (used in) financing activities** | **(291,797)** | **(505,401)** |
| Unrealized foreign currency translation gain (loss) | (1) | 43,154 |
| Net increase (decrease) in cash | 9,113 | (127,436) |
| Cash (bank overdraft), beginning of period | 600,955 | 1,292,896 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **610,068** | **1,165,460** |
| Interest paid[1] | 2 | 40 |
| Interest received[1] | 47,756 | 88,667 |
| Dividends received, net of withholding taxes[1] | 33,926 | 35,195 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (17.8%)** | | | | |
| **Canadian Bonds and Debentures (11.7%)** | | | | |
| **Corporate (11.7%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 6,096 | 6,731 | 6,413 |
| Alliance Pipeline Limited Partnership, 6.765% Dec. 31 25 | | 1,142 | 1,375 | 1,294 |
| AltaGas Ltd., 4.55% Jan. 17 19 | | 3,563 | 3,594 | 3,759 |
| AltaGas Ltd., 3.72% Sep. 28 21, Series 8 | | 7,899 | 7,897 | 8,344 |
| AltaLink, L.P., 3.621% Sep. 17 20 | | 5,366 | 5,931 | 5,733 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 12,670 | 13,987 | 13,784 |
| AltaLink Investments, L.P., 3.674% Mar. 05 19 | | 1,665 | 1,805 | 1,728 |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | | 8,081 | 8,092 | 8,041 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 6,709 | 7,071 | 6,957 |
| Bank of Montreal, 1.88% Mar. 31 21 | | 739 | 750 | 738 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 11,268 | 12,168 | 11,948 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 2,187 | 2,187 | 2,146 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 8,128 | 8,072 | 8,129 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 7,633 | 7,829 | 7,774 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 1,216 | 1,281 | 1,262 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 13,046 | 13,042 | 12,952 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 3,486 | 3,490 | 3,502 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | | 7,492 | 7,609 | 7,969 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 130 | 136 | 135 |
| Bell Canada, 4.95% May 19 21, Series "M-24" | | 6,156 | 6,133 | 6,866 |
| Bell Canada, 4.70% Jun. 11 23, Series "M-29" | | 8,964 | 8,966 | 9,992 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | | 5,581 | 5,644 | 6,013 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 6,462 | 6,725 | 7,123 |
| Brookfield Asset Management Inc., 3.80% Dec. 16 26 | | 5,237 | 5,235 | 5,197 |
| Brookfield Infrastructure Finance ULC, 3.452% Feb. 11 22, Series 2 | | 11,616 | 11,628 | 11,800 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | | 2,490 | 2,489 | 2,436 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | | 5,235 | 5,400 | 5,731 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | | 6,116 | 6,209 | 6,658 |
| Canadian Imperial Bank of Commerce, 2.22% Mar. 07 18 | | 1,780 | 1,801 | 1,801 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 12,565 | 12,908 | 12,826 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 8,497 | 8,529 | 8,526 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 7,832 | 7,806 | 7,996 |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | | 5,341 | 5,354 | 5,451 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | | 4,388 | 4,747 | 4,634 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 4,186 | 4,186 | 4,202 |
| CU Inc., 5.432% Jan. 23 19 | | 2,170 | 2,517 | 2,346 |
| CU Inc., 6.80% Aug. 13 19 | | 5,000 | 6,166 | 5,673 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 8,303 | 8,996 | 8,955 |
| Emera Incorporated, 2.90% Jun. 16 23 | | 3,293 | 3,293 | 3,284 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 5,992 | 6,558 | 6,501 |
| Enbridge Income Fund Holdings Inc., 4.10% Feb. 22 19, Series 6 | | 5,679 | 5,695 | 5,948 |
| Enbridge Income Fund Holdings Inc., 3.94% Jan. 13 23 | | 4,618 | 4,617 | 4,915 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | | 3,278 | 4,539 | 4,284 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 3,607 | 3,607 | 3,610 |
| First Capital Realty Inc., 5.48% Jul. 30 19, Series "L" | | 1,877 | 1,984 | 2,036 |
| First Capital Realty Inc., 4.43% Jan. 31 22, Series "O" | | 11,908 | 12,003 | 12,811 |
| First Capital Realty Inc., 3.95% Dec. 05 22, Series "P" | | 5,423 | 5,357 | 5,726 |
| First Capital Realty Inc., 4.79% Aug. 30 24, Series "R" | | 2,284 | 2,585 | 2,503 |
| Fortis Inc., 2.85% Oct. 12 23 | | 4,565 | 4,570 | 4,576 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 5,997 | 5,996 | 5,962 |
| H&R Real Estate Investment Trust, 4.45% Mar. 02 20, Series "F" | | 5,208 | 5,260 | 5,508 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 9,607 | 9,606 | 9,644 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | | 5,386 | 5,705 | 5,585 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | | 2,739 | 3,039 | 3,034 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | | 3,420 | 3,438 | 3,638 |
| **BONDS AND DEBENTURES (17.8%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (11.7%) (cont'd)** | | | | |
| **Corporate (11.7%) (cont'd)** | | | | |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | | 3,933 | 4,487 | 4,331 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | | 1,647 | 1,759 | 1,747 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 2.10% Jan. 23 22, Series "C" | | 6,940 | 6,926 | 6,932 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 3,223 | 3,311 | 3,347 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 3,092 | 3,093 | 3,151 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | | 5,334 | 5,583 | 5,556 |
| OMERS Realty Corporation, 1.823% Apr. 09 22, Series 8 | | 2,596 | 2,596 | 2,547 |
| OMERS Realty Corporation, 3.328% Nov. 12 24 | | 8,598 | 9,195 | 8,988 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | | 3,452 | 3,584 | 3,788 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 11,431 | 11,534 | 11,998 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 15,207 | 15,671 | 17,140 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 7,043 | 7,168 | 7,188 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 11,997 | 11,939 | 12,054 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 2,441 | 2,564 | 2,530 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 3,593 | 3,592 | 3,607 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | | 11,764 | 11,547 | 11,655 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 5,048 | 5,048 | 5,014 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | | 4,190 | 4,237 | 4,572 |
| Smart Real Estate Investment Trust, 3.73% Jul. 22 22, Series "M" | | 3,324 | 3,336 | 3,447 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | | 5,909 | 5,923 | 6,165 |
| Suncor Energy Inc., 5.80% May 22 18 | | 5,007 | 5,582 | 5,306 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 3,568 | 3,559 | 3,522 |
| TELUS Corporation, 5.05% Dec. 04 19, Series "CG" | | 4,487 | 4,583 | 4,900 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 9,461 | 10,085 | 10,440 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 1,394 | 1,390 | 1,386 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 2,761 | 2,821 | 2,821 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 2,168 | 2,158 | 2,168 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 904 | 934 | 929 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 12,637 | 13,022 | 12,985 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 2,519 | 2,519 | 2,451 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 23,578 | 25,033 | 24,788 |
| Union Gas Limited, 8.75% Aug. 03 18, Series 1993 | | 10,851 | 14,511 | 12,015 |
| Union Gas Limited, 4.85% Apr. 25 22, Series 6 | | 4,068 | 4,668 | 4,620 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 969 | 1,067 | 1,051 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 5,600 | 5,795 | 5,743 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 8,654 | 8,620 | 9,088 |
| Videotron Ltd., 6.875% Jan. 27 17 | | 14,898 | 15,597 | 15,452 |
| Videotron Ltd., 5.375% Mar. 15 24 | USD | 4,062 | 4,526 | 5,618 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 2,370 | 2,710 | 2,543 |
| Westcoast Energy Inc., 4.57% Jul. 02 20 | | 5,844 | 6,079 | 6,318 |
| Westcoast Energy Inc., 3.12% Dec. 05 22 | | 7,126 | 6,965 | 7,292 |
| | | | **587,655** | **593,592** |
| **Foreign Bonds and Debentures (6.1%)** | | | | |
| **France (0.2%)** | | | | |
| Pernod Ricard SA, 4.45% Jan. 15 22 | USD | 3,182 | 3,542 | 4,538 |
| Pernod Ricard SA, 4.25% Jul. 15 22 | USD | 5,384 | 5,514 | 7,574 |
| | | | **9,056** | **12,112** |
| **United Kingdom (0.3%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 6,878 | 7,138 | 7,087 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 7,850 | 7,851 | 7,971 |
| | | | **14,989** | **15,058** |
| **United States (5.6%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 4,484 | 5,542 | 5,923 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 9,858 | 10,322 | 13,270 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (17.8%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (6.1%) (cont'd)** | | | | |
| **United States (5.6%) (cont'd)** | | | | |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 4,312 | 4,526 | 5,944 |
| Anheuser Busch InBev Finance Inc., 2.65% Jan. 01 21 | USD | 3,232 | 4,290 | 4,369 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 6,710 | 9,289 | 9,182 |
| Anheuser-Busch InBev Finance Inc., 2.15% Feb. 01 19 | USD | 194 | 236 | 262 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 7,366 | 7,430 | 10,917 |
| Boston Properties Limited Partnership, 4.125% May 15 21 | USD | 5,183 | 4,991 | 7,360 |
| CC Holdings GS V LLC/Crown Castle GS III Corp., 3.849% Apr. 15 23 | USD | 548 | 598 | 749 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 3,782 | 5,646 | 6,878 |
| Comcast Corporation, 3.60% Mar. 01 24 | USD | 3,342 | 3,699 | 4,636 |
| Constellation Brands, Inc., 3.75% May 01 21 | USD | 1,291 | 1,502 | 1,794 |
| Constellation Brands, Inc., 6.00% May 01 22 | USD | 3,745 | 5,322 | 5,696 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 10,986 | 16,692 | 15,994 |
| Federal Realty Investment Trust, 3.95% Oct. 15 23 | USD | 2,800 | 3,530 | 3,914 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 709 | 961 | 961 |
| JPMorgan Chase & Co., 2.55% Feb. 01 21 | USD | 6,565 | 8,815 | 8,792 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 5,622 | 7,893 | 7,770 |
| Medtronic, Inc., 2.50% Mar. 15 20 | USD | 4,463 | 5,635 | 6,062 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 12,780 | 16,375 | 17,588 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 896 | 1,155 | 1,240 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 7,114 | 10,906 | 10,903 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 7,562 | 9,916 | 10,504 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 2,500 | 3,037 | 3,414 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 4,662 | 6,625 | 6,750 |
| United States Treasury, 0.875% Mar. 31 18 | USD | 25,053 | 32,461 | 33,601 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 17,145 | 21,965 | 23,351 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 977 | 1,344 | 1,405 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 7,291 | 10,306 | 10,840 |
| Visa Inc., 2.80% Oct. 14 22 | USD | 6,421 | 8,475 | 8,677 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 12,483 | 16,406 | 16,512 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 1,823 | 2,415 | 2,485 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 13,843 | 17,281 | 17,874 |
| | | | **265,586** | **285,617** |
| **EQUITIES (57.0%)** | | | | |
| **Canadian Equities – Real Estate Investment Trusts (1.7%)** | | | | |
| Continuum Residential Real Estate Investment Trust, Restricted* | | 1,639,860 | 17,542 | 18,479 |
| RioCan Real Estate Investment Trust | | 988,242 | 23,559 | 26,317 |
| Smart Real Estate Investment Trust | | 1,316,623 | 22,103 | 42,514 |
| | | | **63,204** | **87,310** |
| **Foreign Equities – Real Estate Investment Trusts (1.8%)** | | | | |
| American Tower Corporation | | 375,000 | 51,087 | 53,219 |
| Equinix, Inc. | | 29,000 | 13,179 | 13,925 |
| Weyerhaeuser Company | | 632,000 | 25,636 | 25,534 |
| | | | **89,902** | **92,678** |
| **Canada (19.6%)** | | | | |
| Atrium Mortgage Investment Corporation | | 1,141,400 | 11,606 | 13,868 |
| Bank of Nova Scotia (The) | | 818,000 | 54,043 | 61,154 |
| BCE Inc. | | 1,330,000 | 57,147 | 77,180 |
| Brookfield Asset Management Inc., Class "A" | | 960,200 | 34,436 | 42,537 |
| Canadian Imperial Bank of Commerce | | 1,022,000 | 96,696 | 111,970 |
| Canadian Pacific Railway Limited | | 266,000 | 48,533 | 50,955 |
| Enbridge Inc. | | 729,100 | 26,009 | 41,194 |
| Fortis Inc. | | 1,590,000 | 56,984 | 65,921 |
| Innergex Renewable Energy Inc. | | 3,737,500 | 31,050 | 52,437 |
| KingSett Canadian Real Estate Income Fund LP, Restricted* | | 21,295 | 23,510 | 29,296 |
| Loblaw Companies Limited | | 553,300 | 38,071 | 39,196 |
| Pembina Pipeline Corporation | | 1,376,300 | 40,176 | 57,750 |
| Rogers Communications Inc., Class "B" | | 1,011,000 | 49,780 | 52,360 |
| Royal Bank of Canada | | 1,326,500 | 101,203 | 120,539 |
| Skyline International Development Inc. | | 714,680 | 8,611 | 6,434 |
| Sun Life Financial Inc. | | 492,000 | 19,788 | 25,363 |
| Toronto-Dominion Bank (The) | | 610,100 | 38,116 | 40,401 |
| TransCanada Corporation | | 1,350,000 | 58,131 | 81,729 |
| Waste Connections, Inc. | | 268,380 | 26,445 | 28,329 |
| | | | **820,335** | **998,613** |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (57.0%) (cont'd)** | | | |
| **Germany (1.7%)** | | | |
| Bayer Aktiengesellschaft | 384,000 | 51,003 | 53,928 |
| SAP SE | 268,000 | 26,229 | 31,529 |
| | | **77,232** | **85,457** |
| **Ireland (1.1%)** | | | |
| Allergan PLC | 199,000 | **51,739** | **56,166** |
| **United Kingdom (1.6%)** | | | |
| National Grid PLC | 3,325,000 | 55,617 | 52,273 |
| Prudential PLC | 1,051,720 | 28,155 | 28,199 |
| | | **83,772** | **80,472** |
| **United States (29.5%)** | | | |
| Apple Inc. | 453,000 | 65,471 | 70,468 |
| Becton, Dickinson and Company | 118,100 | 21,751 | 26,255 |
| Blackstone Tactical Opportunities Fund II L.P.* | 18,832,230 | 24,894 | 27,453 |
| Broadcom Limited | 120,000 | 26,393 | 28,492 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 280,028 | 4,182 | 7,279 |
| Comcast Corporation, Class "A" | 585,900 | 15,566 | 54,396 |
| Costco Wholesale Corporation | 326,211 | 65,623 | 70,129 |
| CVS Health Corporation | 433,144 | 56,299 | 45,913 |
| Fidelity National Information Services, Inc. | 550,000 | 51,858 | 55,859 |
| Home Depot, Inc. (The) | 445,255 | 59,824 | 80,195 |
| Honeywell International Inc. | 544,000 | 55,664 | 84,638 |
| Hormel Foods Corporation | 1,116,000 | 53,869 | 52,161 |
| Johnson & Johnson | 160,000 | 25,720 | 24,762 |
| JPMorgan Chase & Co. | 993,600 | 76,863 | 115,180 |
| MasterCard Incorporated, Class "A" | 220,000 | 26,256 | 30,511 |
| Medtronic PLC | 468,200 | 43,349 | 44,798 |
| Merck & Co., Inc. | 325,400 | 26,795 | 25,721 |
| Microsoft Corporation | 988,500 | 66,506 | 82,476 |
| NextEra Energy, Inc. | 319,800 | 44,892 | 51,311 |
| NIKE, Inc., Class "B" | 769,800 | 43,304 | 52,538 |
| Oracle Corporation | 517,000 | 26,728 | 26,691 |
| Pfizer Inc. | 1,930,800 | 86,959 | 84,243 |
| PPG Industries, Inc. | 154,900 | 20,999 | 19,709 |
| Schlumberger Limited | 246,000 | 26,408 | 27,729 |
| Sherwin-Williams Company (The) | 73,000 | 26,058 | 26,373 |
| Starwood Distressed Opportunity Fund IX, LP* | 50,220 | 19,980 | 61,523 |
| TJX Companies, Inc. (The) | 655,000 | 61,769 | 66,114 |
| United Technologies Corporation | 199,200 | 26,973 | 29,366 |
| Verizon Communications Inc. | 1,073,200 | 61,917 | 76,941 |
| Visa Inc., Class "A" | 480,200 | 47,061 | 50,398 |
| | | **1,259,931** | **1,499,622** |
| **INVESTMENTS IN UNDERLYING FUNDS (12.5%)** | | | |
| Dynamic Alternative Yield Fund, Series "O" | 2,554,351 | 25,462 | 26,335 |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 24,645,312 | 260,129 | 249,164 |
| Dynamic Credit Spectrum Fund, Series "O" | 14,361,375 | 137,824 | 129,827 |
| Dynamic High Yield Bond Fund, Series "O" | 40,278,404 | 139,816 | 127,280 |
| Dynamic Premium Yield Fund, Series "O" | 9,850,227 | 112,500 | 103,133 |
| | | **675,731** | **635,739** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (87.3%)** | | **3,999,132** | **4,442,436** |
| **TRANSACTION COSTS (0.0%)** | | **(1,387)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (87.3%)** | | **3,997,745** | **4,442,436** |
| **WRITTEN OPTIONS (0.0%)** | | **–** | **(1,573)** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **149** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (12.0%)** | | | |
| Canadian | | 200,343 | 200,343 |
| Foreign | | 409,726 | 409,725 |
| | | **610,069** | **610,068** |
| **OTHER NET ASSETS (LIABILITIES) (0.7%)** | | | **36,795** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **5,087,875** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**
As at December 31, 2016

**Schedule of Written Options**

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| Canadian Natural Resources Limited, 42.50 Put, Jan. 06 17 | Put | (5,982) | (598,200) | 6-Jan-17 | 42.50 | CAD | (240) | (221) |
| TransCanada Corporation, 59.00 Put, Jan. 06 17 | Put | (3,737) | (373,700) | 6-Jan-17 | 59.00 | CAD | (194) | (39) |
| Halliburton Company, 50.50 Put, Jan. 13 17 | Put | (3,837) | (383,700) | 13-Jan-17 | 50.50 | USD | (211) | (95) |
| Allergan PLC, 182.50 Put, Jan. 20 17 | Put | (520) | (52,000) | 20-Jan-17 | 182.50 | USD | (131) | (37) |
| Equinix, Inc., 330.00 Put, Jan. 20 17 | Put | (403) | (40,300) | 20-Jan-17 | 330.00 | USD | (227) | (92) |
| Texas Instruments Incorporated, 70.00 Put, Jan. 20 17 | Put | (2,750) | (275,000) | 20-Jan-17 | 70.00 | USD | (258) | (190) |
| Blackstone Group L.P. (The), 26.50 Put, Jan. 27 17 | Put | (7,765) | (776,500) | 27-Jan-17 | 26.50 | USD | (432) | (652) |
| Microsoft Corporation, 59.00 Put, Jan. 27 17 | Put | (2,590) | (259,000) | 27-Jan-17 | 59.00 | USD | (277) | (247) |
| | | | | | | | **(1,970)** | **(1,573)** |

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Nova Scotia (The) | A-1 | 10-Mar-17 | CAD 4,130 | (GBP) (2,480) | 0.600 | 0.603 | 19 |
| Canadian Imperial Bank of Commerce | A-1 | 10-Mar-17 | CAD 33,177 | (GBP) (19,930) | 0.601 | 0.603 | 133 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 8,651 | (GBP) (5,195) | 0.601 | 0.603 | 37 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 1,817 | (GBP) (1,095) | 0.603 | 0.603 | 2 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 5,311 | (GBP) (3,200) | 0.603 | 0.603 | 6 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 8,813 | (GBP) (5,300) | 0.601 | 0.603 | 26 |
| | | | | | | | **223** |

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 114 | (CAD) (152) | 1.333 | 1.342 | 1 |
| | | | | | | | **1** |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **224** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 10-Mar-17 | CAD 32,747 | (USD) (24,467) | 0.747 | 0.745 | (79) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 64,373 | (EUR) (45,833) | 0.712 | 0.704 | (729) |
| Citigroup Global Markets Limited | A-1 | 10-Mar-17 | CAD 32,748 | (USD) (24,467) | 0.747 | 0.745 | (78) |
| Bank of Montreal | A-1 | 10-Mar-17 | CAD 32,737 | (USD) (24,467) | 0.747 | 0.745 | (88) |
| Bank of Montreal | A-1 | 10-Mar-17 | CAD 9,358 | (EUR) (6,667) | 0.712 | 0.704 | (112) |
| Goldman Sachs International | A-1 | 10-Mar-17 | CAD 32,767 | (USD) (24,467) | 0.747 | 0.745 | (59) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 6,214 | (GBP) (3,750) | 0.604 | 0.603 | (4) |
| | | | | | | | **(1,149)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 149 | (USD) (112) | 0.752 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 10,123 | (CAD) (13,631) | 1.347 | 1.342 | (42) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 115 | (CAD) (155) | 1.348 | 1.342 | (1) |
| | | | | | | | **(44)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(1,193)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|
| **Enterprise Products Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | |
| 43,200 | 26-Apr-17 | USD 1,504,060 | 1.085 | 64 |
| 274,100 | 27-Apr-17 | USD 9,543,123 | 1.085 | 409 |
| 432,900 | 28-Apr-17 | USD 15,071,938 | 1.085 | 645 |
| | | | | **1,118** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve high income and long-term capital growth by investing in a diversified portfolio of fixed income and income-oriented equity securities.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | 97,118 |
| 1-3 years | 158,454 | 153,919 |
| 3-5 years | 290,143 | 259,232 |
| 5-10 years | 430,545 | 483,003 |
| > 10 years | 27,237 | 150,927 |
| | **906,379** | **1,144,199** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $9,810,000 or approximately 0.2% (June 30, 2016 – $17,207,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,844,912 | (131,303) | 2,713,609 | 53.3 |
| Euro | 85,457 | (74,573) | 10,884 | 0.2 |
| Pound Sterling | 76,199 | (67,922) | 8,277 | 0.2 |
| Israeli Shekel | 6,434 | – | 6,434 | 0.1 |
| | **3,013,002** | **(273,798)** | **2,739,204** | **53.8** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 13,769 | (13,746) | 23 | 0.0 |
| | **13,769** | **(13,746)** | **23** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,251,280 | (740,554) | 1,510,726 | 28.8 |
| Euro | 78,990 | (66,253) | 12,737 | 0.2 |
| Pound Sterling | 55,364 | (43,281) | 12,083 | 0.2 |
| Israeli Shekel | 6,933 | – | 6,933 | 0.1 |
| | **2,392,567** | **(850,088)** | **1,542,479** | **29.3** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 13,780 | (13,712) | 68 | 0.0 |
| | **13,780** | **(13,712)** | **68** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $273,923,000 or approximately 5.4% (June 30, 2016 – $154,255,000 or approximately 2.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 69.5% (June 30, 2016 – 66.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $353,560,000 (June 30, 2016 – $347,764,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | – | – | 8.5 | 1.8 |
| AAA | 3.7 | 0.7 | 14.4 | 3.1 |
| AA | 16.3 | 2.9 | 13.1 | 2.8 |
| A | 41.5 | 7.3 | 33.8 | 7.4 |
| BBB | 35.8 | 6.4 | 27.5 | 6.0 |
| BB | 2.3 | 0.4 | 2.4 | 0.5 |
| Unrated | 0.4 | 0.1 | 0.3 | 0.1 |
| | **100.0** | **17.8** | **100.0** | **21.7** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **17.8** | **19.8** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 11.7 | 11.3 |
| **Foreign Bonds and Debentures** | | |
| France | 0.2 | 0.2 |
| United Kingdom | 0.3 | 0.4 |
| United States | 5.6 | 7.9 |
| **EQUITIES** | **57.0** | **51.3** |
| Canadian Equities – Real Estate Investment Trusts | 1.7 | 2.6 |
| Foreign Equities – Real Estate Investment Trusts | 1.8 | – |
| Canada | 19.6 | 19.2 |
| Germany | 1.7 | 0.5 |
| Ireland | 1.1 | – |
| Spain | – | 1.0 |
| United Kingdom | 1.6 | 1.0 |
| United States | 29.5 | 27.0 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **12.5** | **14.8** |
| **PURCHASED OPTIONS** | **–** | **0.0** |
| **WRITTEN OPTIONS** | **0.0** | **0.0** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **12.0** | **13.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 2,591,204 | 172,363 | 136,751 | 2,900,318 |
| Bonds and debentures | – | 906,379 | – | 906,379 |
| Underlying funds | 635,739 | – | – | 635,739 |
| Unrealized gain on currency forward contracts | – | 224 | – | 224 |
| Unrealized gain on swap contracts | – | 1,118 | – | 1,118 |
| | **3,226,943** | **1,080,084** | **136,751** | **4,443,778** |
| Liability for written options | (1,573) | – | – | (1,573) |
| Unrealized loss on currency forward contracts | – | (1,193) | – | (1,193) |
| Unrealized loss on currency spot contracts | – | (29) | – | (29) |
| | **3,225,370** | **1,078,862** | **136,751** | **4,440,983** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 2,422,146 | 139,396 | 141,353 | 2,702,895 |
| Bonds and debentures | – | 1,047,081 | – | 1,047,081 |
| Underlying funds | 777,002 | – | – | 777,002 |
| Money market instruments | – | 97,118 | – | 97,118 |
| Warrants, rights and options | 13 | – | – | 13 |
| Unrealized gain on currency forward contracts | – | 3,837 | – | 3,837 |
| | **3,199,161** | **1,287,432** | **141,353** | **4,627,946** |
| Liability for written options | (2,268) | – | – | (2,268) |
| Unrealized loss on currency forward contracts | – | (11,546) | – | (11,546) |
| Unrealized loss on currency spot contracts | – | (21) | – | (21) |
| | **3,196,893** | **1,275,865** | **141,353** | **4,614,111** |

#### *Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

#### *Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 141,353 | 118,256 |
| Purchases | 3,785 | 58,180 |
| Sales/Return of Capital | (15,651) | (42,049) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | 21 | 7,229 |
| Net changes in unrealized gain (loss)* | 7,243 | (263) |
| **End of period** | **136,751** | **141,353** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $7,243,000 and $6,449,000, respectively.

#### *Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in

# Dynamic Strategic Yield Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 136,751 | n/a |
| | | | **136,751** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 141,353 | n/a |
| | | | **141,353** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 224 | (72) | – | 152 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 1,118 | – | – | 1,118 |
| | **1,342** | **(72)** | **–** | **1,270** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,193 | (72) | – | 1,121 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,193** | **(72)** | **–** | **1,121** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3,837 | (2,789) | – | 1,048 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **3,837** | **(2,789)** | **–** | **1,048** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 11,546 | (2,789) | – | 8,757 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **11,546** | **(2,789)** | **–** | **8,757** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Blackstone Tactical Opportunities Fund II L.P. | 27,453 | 1.4 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 7,279 | 0.3 |
| Dynamic Alternative Yield Fund, Series "O" | 26,335 | 1.9 |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 249,164 | 11.1 |
| Dynamic Credit Spectrum Fund, Series "O" | 129,827 | 30.6 |
| Dynamic High Yield Bond Fund, Series "O" | 127,280 | 27.9 |
| Dynamic Premium Yield Fund, Series "O" | 103,133 | 7.9 |
| Starwood Distressed Opportunity Fund IX, LP | 61,523 | 1.2 |
| | **731,994** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Blackstone Tactical Opportunities Fund II L.P. | 24,650 | 1.4 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 15,922 | 0.7 |
| Dynamic Alternative Yield Fund, Series "O" | 36,225 | 2.3 |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 260,994 | 17.1 |
| Dynamic Credit Spectrum Fund, Series "O" | 134,888 | 30.6 |
| Dynamic High Yield Bond Fund, Series "O" | 132,341 | 27.6 |
| Dynamic Premium Yield Fund, Series "O" | 212,554 | 12.7 |
| KingSett Canadian Real Estate Income Fund LP, Restricted | 29,271 | 2.2 |
| Starwood Distressed Opportunity Fund IX, LP | 69,232 | 1.3 |
| | **916,077** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 13.95 | 13.95 | 13.95 | 13.95 |
| Series E | 10.19 | 10.19 | 10.19 | 10.19 |
| Series F | 14.21 | 14.21 | 14.22 | 14.22 |
| Series FH – USD Series | 10.12 | 10.12 | 10.07 | 10.07 |
| Series FI | n/a | n/a | 10.18 | 10.18 |
| Series G | 14.03 | 14.03 | 14.04 | 14.04 |
| Series H – USD Series | 10.00 | 10.00 | 9.96 | 9.96 |
| Series I | 14.55 | 14.56 | 14.57 | 14.57 |
| Series O | 12.71 | 12.71 | 12.74 | 12.74 |
| Series U | 10.01 | 10.01 | n/a | n/a |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Equity Income Fund (Unaudited)

## STATEMENT OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 |
|---|---|
| **ASSETS** | |
| **Current assets** | |
| Investments | |
| Non-derivative financial assets | 22,782 |
| Unrealized gain on currency forward contracts | 82 |
| Cash | 2,515 |
| Subscriptions receivable | 508 |
| Accrued investment income and other | 42 |
| | **25,929** |
| **LIABILITIES** | |
| **Current liabilities** | |
| Management fee payable | 34 |
| Payable for securities purchased | 956 |
| Accrued expenses | 4 |
| Unrealized loss on currency forward contracts | 81 |
| Unrealized loss on currency spot contracts | 5 |
| | **1,080** |
| **Net assets attributable to holders of redeemable units** | **24,849** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | |
| Series A | 10,866 |
| Series F | 5,166 |
| Series FL | 2,183 |
| Series FN | 2,825 |
| Series L | 1,958 |
| Series N | 1,851 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | |
| Series A | 10.54 |
| Series F | 10.53 |
| Series FL | 10.58 |
| Series FN | 10.28 |
| Series L | 10.58 |
| Series N | 10.23 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | |
| Series FL | 7.88 |
| Series L | 7.88 |

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 |
|---|---|
| **INCOME** | |
| Net gain (loss) on investments | |
| Dividends | 75 |
| Net realized gain (loss) on non-derivative financial assets | 103 |
| Change in unrealized gain (loss) on non-derivative financial assets | 616 |
| Change in unrealized gain (loss) on currency forward contracts | 1 |
| Change in unrealized gain (loss) on currency spot contracts | (5) |
| Net gain (loss) on investments | **790** |
| Net realized and unrealized foreign currency translation gain (loss) | (36) |
| Total income (loss), net | **754** |
| **EXPENSES** | |
| Management fees (note 5) | 63 |
| Fixed administration fees (note 6) | 7 |
| Independent Review Committee fees | 1 |
| Foreign withholding taxes/tax reclaims | 10 |
| Harmonized Sales Tax/Goods and Services Tax | 9 |
| Transaction costs | 3 |
| Total expenses | **93** |
| Expenses absorbed by the Manager | (16) |
| Net expenses | **77** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **677** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | |
| Series A | 207 |
| Series F | 157 |
| Series FL | 103 |
| Series FN | 105 |
| Series L | 62 |
| Series N | 43 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | |
| Series A | 0.64 |
| Series F | 0.71 |
| Series FL | 0.80 |
| Series FN | 0.39 |
| Series L | 0.93 |
| Series N | 0.42 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | |
| Series A | 327,233 |
| Series F | 219,623 |
| Series FL | 128,640 |
| Series FN | 269,835 |
| Series L | 66,682 |
| Series N | 102,647 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Equity Income Fund (Unaudited – Continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | |
| Series A | – |
| Series F | – |
| Series FL | – |
| Series FN | – |
| Series L | – |
| Series N | – |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | |
| Series A | 207 |
| Series F | 157 |
| Series FL | 103 |
| Series FN | 105 |
| Series L | 62 |
| Series N | 43 |
| | **677** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | |
| From return of capital | |
| Series A | (55) |
| Series F | (47) |
| Series FL | (25) |
| Series FN | (50) |
| Series L | (12) |
| Series N | (15) |
| | **(204)** |
| **REDEEMABLE UNIT TRANSACTIONS** | |
| Proceeds from issue | |
| Series A | 10,873 |
| Series F | 5,064 |
| Series FL | 2,133 |
| Series FN | 3,806 |
| Series L | 1,912 |
| Series N | 1,916 |
| Reinvested distributions | |
| Series A | 46 |
| Series F | 29 |
| Series FL | 16 |
| Series FN | 9 |
| Series L | 10 |
| Series N | 8 |
| Payments on redemption | |
| Series A | (205) |
| Series F | (37) |
| Series FL | (44) |
| Series FN | (1,045) |
| Series L | (14) |
| Series N | (101) |
| | **24,376** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | |
| Series A | 10,866 |
| Series F | 5,166 |
| Series FL | 2,183 |
| Series FN | 2,825 |
| Series L | 1,958 |
| Series N | 1,851 |
| | **24,849** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | |
| Series A | 10,866 |
| Series F | 5,166 |
| Series FL | 2,183 |
| Series FN | 2,825 |
| Series L | 1,958 |
| Series N | 1,851 |
| | **24,849** |

## STATEMENT OF CASH FLOWS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 677 |
| Adjustments for: | |
| Net realized (gain) loss on non-derivative financial assets | (103) |
| Unrealized foreign currency translation (gain) loss | 1 |
| Change in unrealized (gain) loss on non-derivative financial assets | (616) |
| Change in unrealized (gain) loss on currency forward contracts | (1) |
| Change in unrealized (gain) loss on currency spot contracts | 5 |
| Purchases of portfolio investments | (26,113) |
| Proceeds from sale of portfolio investments | 5,006 |
| Accrued investment income and other | (42) |
| Accrued expenses and other payables | 38 |
| **Net cash provided by (used in) operating activities** | **(21,148)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | |
| Proceeds from issue of redeemable units | 25,075 |
| Amounts paid on redemption of redeemable units | (1,325) |
| Distributions to unitholders of redeemable units | (86) |
| **Net cash provided by (used in) financing activities** | **23,664** |
| Unrealized foreign currency translation gain (loss) | (1) |
| Net increase (decrease) in cash | 2,515 |
| Cash (bank overdraft), beginning of period | – |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **2,515** |
| Dividends received, net of withholding taxes[1] | 32 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Equity Income Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (91.6%)** | | | |
| **Foreign Equities – Income Trusts (5.9%)** | | | |
| **Real Estate Investment Trusts (5.9%)** | | | |
| AvalonBay Communities, Inc. | 480 | 105 | 114 |
| Boston Properties, Inc. | 740 | 123 | 125 |
| Equinix, Inc. | 1,280 | 591 | 615 |
| Federal Realty Investment Trust | 1,070 | 201 | 204 |
| Weyerhaeuser Company | 10,220 | 417 | 413 |
| | | **1,437** | **1,471** |
| **Ireland (2.6%)** | | | |
| Allergan PLC | 2,310 | **608** | **652** |
| **United States (83.1%)** | | | |
| American Water Works Company, Inc. | 5,340 | 524 | 519 |
| Anthem, Inc. | 3,010 | 527 | 581 |
| Apple Inc. | 4,760 | 705 | 740 |
| Cisco Systems, Inc. | 6,020 | 242 | 244 |
| Coca-Cola Company (The) | 8,670 | 480 | 483 |
| ConocoPhillips | 3,930 | 262 | 265 |
| Costco Wholesale Corporation | 3,400 | 698 | 731 |
| Devon Energy Corporation | 6,120 | 367 | 375 |
| Dow Chemical Company (The) | 6,090 | 442 | 468 |
| EOG Resources, Inc. | 2,630 | 336 | 357 |
| Equifax Inc. | 3,020 | 454 | 479 |
| First Republic Bank | 2,355 | 256 | 291 |
| Home Depot, Inc. (The) | 1,250 | 209 | 225 |
| Honeywell International Inc. | 3,340 | 504 | 520 |
| Hormel Foods Corporation | 16,320 | 782 | 763 |
| Intel Corporation | 5,610 | 265 | 273 |
| Johnson & Johnson | 3,170 | 486 | 491 |
| JPMorgan Chase & Co. | 4,960 | 489 | 575 |
| MasterCard Incorporated, Class "A" | 1,890 | 262 | 262 |
| McDonald's Corporation | 2,060 | 316 | 337 |
| Medtronic PLC | 7,920 | 765 | 758 |
| Merck & Co., Inc. | 9,720 | 797 | 768 |
| Microsoft Corporation | 9,710 | 774 | 810 |
| NextEra Energy, Inc. | 3,260 | 516 | 523 |
| NIKE, Inc., Class "B" | 12,120 | 838 | 827 |
| Oracle Corporation | 15,290 | 799 | 789 |
| Pfizer Inc. | 16,650 | 707 | 726 |
| Progressive Corporation (The) | 6,970 | 297 | 332 |
| Schlumberger Limited | 3,070 | 336 | 346 |
| Sherwin-Williams Company (The) | 620 | 213 | 224 |
| Starbucks Corporation | 8,060 | 611 | 601 |
| TJX Companies, Inc. (The) | 3,600 | 360 | 363 |
| U.S. Bancorp | 7,970 | 487 | 550 |
| United Parcel Service, Inc., Class "B" | 2,690 | 398 | 414 |
| United Technologies Corporation | 3,250 | 457 | 479 |
| V.F. Corporation | 10,350 | 775 | 741 |
| Verizon Communications Inc. | 6,410 | 434 | 460 |
| Visa Inc., Class "A" | 5,750 | 611 | 603 |
| Wal-Mart Stores, Inc. | 7,930 | 752 | 736 |
| Walt Disney Company (The) | 1,700 | 227 | 238 |
| Wells Fargo & Company | 5,250 | 363 | 392 |
| | | **20,123** | **20,659** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.6%)** | | **22,168** | **22,782** |
| **TRANSACTION COSTS (0.0%)** | | **(2)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.6%)** | | **22,166** | **22,782** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **1** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (10.1%)** | | | |
| Canadian | | 195 | 195 |
| Foreign | | 2,320 | 2,320 |
| | | **2,515** | **2,515** |
| **OTHER NET ASSETS (LIABILITIES) (–1.7%)** | | | **(449)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **24,849** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts – Series A and Series F[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 404 | (USD) | (300) | 0.743 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 390 | (USD) | (290) | 0.743 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 537 | (USD) | (399) | 0.742 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 744 | (USD) | (552) | 0.742 | 0.745 | 3 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 70 | (USD) | (52) | 0.742 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 41 | (USD) | (30) | 0.742 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 143 | (USD) | (106) | 0.740 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 417 | (USD) | (309) | 0.740 | 0.745 | 3 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 129 | (USD) | (96) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 379 | (USD) | (282) | 0.744 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 644 | (USD) | (479) | 0.744 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 120 | (USD) | (88) | 0.737 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 503 | (USD) | (371) | 0.737 | 0.745 | 5 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 1,073 | (USD) | (796) | 0.742 | 0.745 | 5 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 519 | (USD) | (385) | 0.742 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 1,288 | (CAD) | (1,700) | 1.320 | 1.342 | 29 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 730 | (CAD) | (964) | 1.320 | 1.342 | 16 |
| | | | | | | | | | **71** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Equity Income Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain on Currency Forward Contracts – Series FN and Series N[2]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 36 | (USD) (27) | 0.744 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 11 | (USD) (8) | 0.744 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 859 | (USD) (638) | 0.743 | 0.745 | 3 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 2,713 | (USD) (2,014) | 0.743 | 0.745 | 8 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 11 | (USD) (8) | 0.741 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 35 | (USD) (26) | 0.741 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 72 | (USD) (54) | 0.744 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 26 | (USD) (19) | 0.744 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 55 | (USD) (41) | 0.743 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 138 | (CAD) (185) | 1.341 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 18 | (CAD) (24) | 1.328 | 1.342 | – |
| | | | | | | | **11** |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **82** |

***Unrealized Loss on Currency Forward Contracts – Series A and Series F[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 661 | (USD) (504) | 0.763 | 0.745 | (16) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 1,993 | (USD) (1,520) | 0.763 | 0.745 | (46) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 202 | (CAD) (273) | 1.352 | 1.342 | (2) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 205 | (CAD) (278) | 1.352 | 1.342 | (2) |
| | | | | | | | **(66)** |

***Unrealized Loss on Currency Forward Contracts – Series FN and Series N[2]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 44 | (USD) (33) | 0.750 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 14 | (USD) (10) | 0.750 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 11 | (USD) (8) | 0.746 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 33 | (USD) (25) | 0.746 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 23 | (USD) (17) | 0.746 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 42 | (USD) (32) | 0.751 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 530 | (USD) (399) | 0.752 | 0.745 | (5) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 48 | (USD) (36) | 0.755 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 35 | (USD) (27) | 0.757 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 32 | (USD) (24) | 0.760 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 68 | (USD) (52) | 0.761 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 90 | (USD) (69) | 0.761 | 0.745 | (2) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 61 | (USD) (46) | 0.762 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 28 | (USD) (21) | 0.762 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 62 | (USD) (47) | 0.762 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 22 | (USD) (17) | 0.747 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 107 | (USD) (80) | 0.747 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 37 | (USD) (27) | 0.747 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 57 | (CAD) (77) | 1.358 | 1.342 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 23 | (CAD) (31) | 1.346 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 92 | (CAD) (124) | 1.346 | 1.342 | – |
| | | | | | | | **(15)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(81)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series A and Series F.
(2) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FN and Series N.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Equity Income Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income and long-term capital appreciation by investing primarily in U.S. equity securities that pay a dividend or distribution.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FL and Series L units of the Fund are not hedged against changes in foreign currency relative to the Canadian currency and therefore these series are always fully exposed to foreign currency fluctuations. The net assets attributable to Series FN and Series N units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

**Series A and Series F**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 15,994 | (5,550) | 10,444 | 0.4 |
| | **15,994** | **(5,550)** | **10,444** | **0.4** |

**Series FL and Series L**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 4,129 | (1) | 4,128 | 0.2 |
| | **4,129** | **(1)** | **4,128** | **0.2** |

**Series FN and Series N**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 4,662 | (4,669) | (7) | (0.0) |
| | **4,662** | **(4,669)** | **(7)** | **(0.0)** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,457,000 or 0.1% of net assets. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, if applicable. As at December 31, 2016, approximately 91.6% of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $2,278,000. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) |
|---|---|
| | December 31, 2016 |
| **EQUITIES** | **91.6** |
| Foreign Equities – Real Estate Investment Trusts | 5.9 |
| Ireland | 2.6 |
| United States | 83.1 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **10.1** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 22,782 | – | – | 22,782 |
| Unrealized gain on currency forward contracts | – | 82 | – | 82 |
| | **22,782** | **82** | **–** | **22,864** |
| Unrealized loss on currency forward contracts | – | (81) | – | (81) |
| Unrealized loss on currency spot contracts | – | (5) | – | (5) |
| | **22,782** | **(4)** | **–** | **22,778** |

*Transfers between levels*

During the period ended December 31, 2016, there were no significant transfers between Level 1 and Level 2.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Equity Income Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 82 | (81) | – | 1 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **82** | **(81)** | **–** | **1** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 81 | (81) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **81** | **(81)** | **–** | **–** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic U.S. Strategic Yield Fund (Unaudited)

## STATEMENT OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 |
|---|---|
| **ASSETS** | |
| **Current assets** | |
| Investments | |
| Non-derivative financial assets | 14,775 |
| Unrealized gain on currency forward contracts | 51 |
| Cash | 594 |
| Subscriptions receivable | 211 |
| Accrued investment income and other | 52 |
| | **15,683** |
| **LIABILITIES** | |
| **Current liabilities** | |
| Management fee payable | 21 |
| Payable for securities purchased | 428 |
| Accrued expenses | 2 |
| Unrealized loss on currency forward contracts | 41 |
| Unrealized loss on currency spot contracts | 3 |
| | **495** |
| **Net assets attributable to holders of redeemable units** | **15,188** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | |
| Series A | 7,004 |
| Series F | 3,348 |
| Series FL | 1,653 |
| Series FN | 465 |
| Series L | 2,240 |
| Series N | 478 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | |
| Series A | 10.22 |
| Series F | 10.20 |
| Series FL | 10.26 |
| Series FN | 9.88 |
| Series L | 10.26 |
| Series N | 9.91 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | |
| Series FL | 7.64 |
| Series L | 7.64 |

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 |
|---|---|
| **INCOME** | |
| Net gain (loss) on investments | |
| Dividends | 29 |
| Interest for distribution purposes | 29 |
| Net realized gain (loss) on non-derivative financial assets | (1) |
| Change in unrealized gain (loss) on non-derivative financial assets | 235 |
| Change in unrealized gain (loss) on currency forward contracts | 10 |
| Change in unrealized gain (loss) on currency spot contracts | (3) |
| Net gain (loss) on investments | **299** |
| Net realized and unrealized foreign currency translation gain (loss) | (17) |
| Total income (loss), net | **282** |
| **EXPENSES** | |
| Management fees (note 5) | 48 |
| Fixed administration fees (note 6) | 5 |
| Independent Review Committee fees | 1 |
| Foreign withholding taxes/tax reclaims | 4 |
| Harmonized Sales Tax/Goods and Services Tax | 7 |
| Transaction costs | 1 |
| Total expenses | **66** |
| Expenses absorbed by the Manager | (11) |
| Net expenses | **55** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **227** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | |
| Series A | 88 |
| Series F | 53 |
| Series FL | 44 |
| Series FN | 2 |
| Series L | 38 |
| Series N | 2 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | |
| Series A | 0.27 |
| Series F | 0.29 |
| Series FL | 0.40 |
| Series FN | 0.06 |
| Series L | 0.33 |
| Series N | 0.04 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | |
| Series A | 319,990 |
| Series F | 181,808 |
| Series FL | 110,368 |
| Series FN | 31,151 |
| Series L | 115,170 |
| Series N | 44,445 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Strategic Yield Fund (Unaudited – Continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | |
| Series A | – |
| Series F | – |
| Series FL | – |
| Series FN | – |
| Series L | – |
| Series N | – |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | |
| Series A | 88 |
| Series F | 53 |
| Series FL | 44 |
| Series FN | 2 |
| Series L | 38 |
| Series N | 2 |
| | **227** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | |
| From return of capital | |
| Series A | (53) |
| Series F | (39) |
| Series FL | (23) |
| Series FN | (5) |
| Series L | (19) |
| Series N | (7) |
| | **(146)** |
| **REDEEMABLE UNIT TRANSACTIONS** | |
| Proceeds from issue | |
| Series A | 7,088 |
| Series F | 3,333 |
| Series FL | 1,617 |
| Series FN | 463 |
| Series L | 2,215 |
| Series N | 477 |
| Reinvested distributions | |
| Series A | 42 |
| Series F | 36 |
| Series FL | 15 |
| Series FN | 5 |
| Series L | 6 |
| Series N | 6 |
| Payments on redemption | |
| Series A | (161) |
| Series F | (35) |
| | **15,107** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | |
| Series A | 7,004 |
| Series F | 3,348 |
| Series FL | 1,653 |
| Series FN | 465 |
| Series L | 2,240 |
| Series N | 478 |
| | **15,188** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | |
| Series A | 7,004 |
| Series F | 3,348 |
| Series FL | 1,653 |
| Series FN | 465 |
| Series L | 2,240 |
| Series N | 478 |
| | **15,188** |

## STATEMENT OF CASH FLOWS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 227 |
| Adjustments for: | |
| Net realized (gain) loss on non-derivative financial assets | 1 |
| Unrealized foreign currency translation (gain) loss | 3 |
| Change in unrealized (gain) loss on non-derivative financial assets | (235) |
| Change in unrealized (gain) loss on currency forward contracts | (10) |
| Change in unrealized (gain) loss on currency spot contracts | 3 |
| Purchases of portfolio investments | (20,650) |
| Proceeds from sale of portfolio investments | 6,537 |
| Accrued investment income and other | (52) |
| Accrued expenses and other payables | 23 |
| **Net cash provided by (used in) operating activities** | **(14,153)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | |
| Proceeds from issue of redeemable units | 14,855 |
| Amounts paid on redemption of redeemable units | (69) |
| Distributions to unitholders of redeemable units | (36) |
| **Net cash provided by (used in) financing activities** | **14,750** |
| Unrealized foreign currency translation gain (loss) | (3) |
| Net increase (decrease) in cash | 594 |
| Cash (bank overdraft), beginning of period | – |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **594** |
| Dividends received, net of withholding taxes[1] | 15 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Strategic Yield Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (49.9%)** | | | | |
| **Canadian Bonds and Debentures (1.3%)** | | | | |
| **Corporate (1.3%)** | | | | |
| Fortis Inc., 2.10% Sep. 04 21 | USD | 147 | **188** | **191** |
| **Foreign Bonds and Debentures (48.6%)** | | | | |
| **France (0.6%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 64 | **97** | **96** |
| **United Kingdom (0.5%)** | | | | |
| Heathrow Funding Limited, 4.875% Jul. 15 21 | USD | 50 | **73** | **72** |
| **United States (47.5%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 60 | 78 | 79 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 99 | 135 | 133 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 39 | 53 | 54 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 120 | 164 | 164 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 86 | 129 | 127 |
| Comcast Corporation, 2.75% Feb. 01 23 | USD | 87 | 118 | 116 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 105 | 154 | 153 |
| JPMorgan Chase & Co., 2.55% Feb. 01 21 | USD | 126 | 170 | 169 |
| Kimco Realty Corporation, 3.20% Mar. 01 21 | USD | 90 | 123 | 123 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 156 | 215 | 215 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 54 | 83 | 83 |
| Simon Property Group, L.P., 3.375% Oct. 01 24 | USD | 60 | 84 | 81 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 87 | 121 | 121 |
| TSY INFL IX N/B 0.125% Jul. 15 26 | USD | 800 | 1,057 | 1,048 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 35 | 52 | 51 |
| United States Treasury, 0.75% Sep. 30 18 | USD | 500 | 660 | 667 |
| United States Treasury, 1.75% Nov. 30 21 | USD | 205 | 274 | 273 |
| United States Treasury, 2.125% Nov. 30 23 | USD | 1,000 | 1,344 | 1,334 |
| United States Treasury, 2.00% Nov. 15 26 | USD | 1,050 | 1,331 | 1,357 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 27 | 38 | 37 |
| UnitedHealth Group Incorporated, 2.875% Mar. 15 22 | USD | 63 | 85 | 86 |
| UnitedHealth Group Incorporated, 3.35% Jul. 15 22 | USD | 65 | 91 | 90 |
| Ventas Realty, Limited Partnership, 3.125% Mar. 15 23 | USD | 60 | 81 | 79 |
| Verizon Communications Inc., 3.00% Sep. 01 21 | USD | 64 | 88 | 87 |
| Visa Inc., 2.20% Nov. 14 20 | USD | 37 | 49 | 50 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 101 | 141 | 136 |
| Walt Disney Company (The), 3.00% Feb. 13 26 | USD | 80 | 111 | 107 |
| Wells Fargo & Company, 3.50% Mar. 08 22 | USD | 140 | 194 | 194 |
| | | | **7,223** | **7,214** |
| **EQUITIES (47.5%)** | | | | |
| **Foreign Equities – Income Trusts (2.9%)** | | | | |
| **Real Estate Investment Trusts (2.9%)** | | | | |
| AvalonBay Communities, Inc. | | 120 | 26 | 29 |
| Boston Properties, Inc. | | 270 | 45 | 46 |
| Equinix, Inc. | | 310 | 145 | 149 |
| Federal Realty Investment Trust | | 320 | 60 | 61 |
| Weyerhaeuser Company | | 3,720 | 150 | 150 |
| | | | **426** | **435** |
| **Ireland (1.2%)** | | | | |
| Allergan PLC | | 650 | **173** | **183** |
| **United States (43.4%)** | | | | |
| American Water Works Company, Inc. | | 1,640 | 162 | 159 |
| Anthem, Inc. | | 960 | 158 | 185 |
| Apple Inc. | | 1,375 | 202 | 214 |
| Cisco Systems, Inc. | | 2,560 | 103 | 104 |
| Coca-Cola Company (The) | | 2,620 | 146 | 146 |
| ConocoPhillips | | 1,050 | 70 | 71 |
| Costco Wholesale Corporation | | 1,100 | 223 | 236 |
| Devon Energy Corporation | | 1,805 | 107 | 111 |
| Dow Chemical Company (The) | | 2,020 | 146 | 155 |
| EOG Resources, Inc. | | 770 | 97 | 105 |
| Equifax Inc. | | 510 | 79 | 81 |
| First Republic Bank | | 785 | 81 | 97 |
| Home Depot, Inc. (The) | | 570 | 95 | 103 |
| Honeywell International Inc. | | 1,160 | 173 | 180 |
| Hormel Foods Corporation | | 5,130 | 250 | 240 |
| Intel Corporation | | 1,590 | 76 | 77 |
| Johnson & Johnson | | 1,150 | 176 | 178 |
| JPMorgan Chase & Co. | | 1,560 | 146 | 181 |
| MasterCard Incorporated, Class "A" | | 550 | 76 | 76 |
| McDonald's Corporation | | 750 | 113 | 123 |
| Medtronic PLC | | 2,330 | 225 | 223 |
| Merck & Co., Inc. | | 3,380 | 275 | 267 |
| Microsoft Corporation | | 3,240 | 253 | 270 |
| NextEra Energy, Inc. | | 1,050 | 168 | 168 |
| NIKE, Inc., Class "B" | | 4,420 | 304 | 302 |
| Oracle Corporation | | 4,170 | 216 | 215 |
| **EQUITIES (47.5%) (cont'd)** | | | | |
| **United States (43.4%) (cont'd)** | | | | |
| Pfizer Inc. | | 5,310 | 224 | 232 |
| Progressive Corporation (The) | | 2,500 | 104 | 119 |
| Schlumberger Limited | | 1,080 | 119 | 122 |
| Sherwin-Williams Company (The) | | 180 | 61 | 65 |
| Starbucks Corporation | | 2,450 | 185 | 183 |
| TJX Companies, Inc. (The) | | 1,260 | 124 | 127 |
| U.S. Bancorp | | 2,270 | 134 | 157 |
| United Parcel Service, Inc., Class "B" | | 980 | 141 | 151 |
| United Technologies Corporation | | 1,120 | 157 | 165 |
| V.F. Corporation | | 3,180 | 239 | 228 |
| Verizon Communications Inc. | | 2,340 | 157 | 168 |
| Visa Inc., Class "A" | | 1,740 | 185 | 183 |
| Wal-Mart Stores, Inc. | | 2,410 | 230 | 224 |
| Walt Disney Company (The) | | 510 | 68 | 71 |
| Wells Fargo & Company | | 1,690 | 112 | 122 |
| | | | **6,360** | **6,584** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.4%)** | | | **14,540** | **14,775** |
| **TRANSACTION COSTS (0.0%)** | | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.4%)** | | | **14,540** | **14,775** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | | **–** | **10** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (3.9%)** | | | | |
| Canadian | | | 167 | 167 |
| Foreign | | | 430 | 427 |
| | | | **597** | **594** |
| **OTHER NET ASSETS (LIABILITIES) (–1.3%)** | | | | **(191)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **15,188** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Strategic Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts – Series A and Series F[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 512 | (USD) (380) | 0.743 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 762 | (USD) (566) | 0.743 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 533 | (USD) (396) | 0.742 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 963 | (USD) (714) | 0.742 | 0.745 | 4 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 12 | (USD) (9) | 0.740 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 41 | (USD) (30) | 0.740 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 226 | (USD) (168) | 0.744 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 100 | (USD) (74) | 0.737 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 260 | (USD) (191) | 0.737 | 0.745 | 3 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 723 | (USD) (536) | 0.742 | 0.745 | 3 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 335 | (USD) (249) | 0.742 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 964 | (CAD) (1,272) | 1.320 | 1.342 | 21 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 405 | (CAD) (534) | 1.320 | 1.342 | 9 |
| | | | | | | | **49** |

***Unrealized Gain on Currency Forward Contracts – Series FN and Series N[2]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 308 | (USD) (229) | 0.743 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 422 | (USD) (313) | 0.743 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 26 | (USD) (20) | 0.744 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 26 | (USD) (19) | 0.743 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 4 | (USD) (3) | 0.743 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 3 | (CAD) (4) | 1.341 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 4 | (CAD) (6) | 1.341 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 3 | (CAD) (4) | 1.339 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 5 | (CAD) (6) | 1.339 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 5 | (CAD) (7) | 1.338 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 2 | (CAD) (3) | 1.338 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 5 | (CAD) (7) | 1.333 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 3 | (CAD) (3) | 1.333 | 1.342 | – |
| | | | | | | | **2** |

| | |
|---|---|
| Total Unrealized Gain on Currency Forward Contracts | **51** |

***Unrealized Loss on Currency Forward Contracts – Series A and Series F[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 1,080 | (USD) (824) | 0.763 | 0.745 | (26) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 418 | (USD) (319) | 0.763 | 0.745 | (10) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 157 | (CAD) (212) | 1.352 | 1.342 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 262 | (CAD) (354) | 1.352 | 1.342 | (2) |
| | | | | | | | **(39)** |

***Unrealized Loss on Currency Forward Contracts – Series FN and Series N[2]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 9 | (USD) (7) | 0.746 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 12 | (USD) (9) | 0.746 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 3 | (USD) (3) | 0.752 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 5 | (USD) (4) | 0.752 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 150 | (USD) (113) | 0.755 | 0.745 | (2) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 6 | (USD) (5) | 0.761 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 4 | (USD) (3) | 0.761 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 8 | (USD) (6) | 0.762 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 4 | (USD) (3) | 0.762 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 4 | (CAD) (6) | 1.358 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 3 | (CAD) (4) | 1.358 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 5 | (CAD) (7) | 1.354 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 2 | (CAD) (3) | 1.354 | 1.342 | – |
| | | | | | | | **(2)** |

| | |
|---|---|
| Total Unrealized Loss on Currency Forward Contracts | **(41)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series A and Series F.
(2) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FN and Series N.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Strategic Yield Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income and long-term capital appreciation by investing in a diversified portfolio of U.S. fixed income and income-oriented equity securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) |
|---|---|
| Less than 1 year | – |
| 1-3 years | 804 |
| 3-5 years | 1,274 |
| 5-10 years | 5,342 |
| > 10 years | 153 |
| | **7,573** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $115,000 or approximately 0.8%. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FL and Series L units of the Fund are not hedged against changes in foreign currency relative to the Canadian currency and therefore these series are always fully exposed to foreign currency fluctuations. The net assets attributable to Series FN and Series N units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

**Series A and Series F**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 10,322 | (3,585) | 6,737 | 0.4 |
| | **10,322** | **(3,585)** | **6,737** | **0.4** |

**Series FL and Series L**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 3,881 | (1) | 3,880 | 0.3 |
| | **3,881** | **(1)** | **3,880** | **0.3** |

**Series FN and Series N**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 940 | (927) | 13 | 0.0 |
| | **940** | **(927)** | **13** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,063,000 or 0.1% of net assets. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, if applicable. As at December 31, 2016, approximately 47.5% of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $720,000. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | |
|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 61.8 | 30.8 |
| A | 27.2 | 13.6 |
| BBB | 11.0 | 5.5 |
| | **100.0** | **49.9** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Strategic Yield Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) |
|---|---|
| | December 31, 2016 |
| **BONDS AND DEBENTURES** | **49.9** |
| **Canadian Bonds and Debentures** | |
| Corporate | 1.3 |
| **Foreign Bonds and Debentures** | |
| France | 0.6 |
| United Kingdom | 0.5 |
| United States | 47.5 |
| **EQUITIES** | **47.5** |
| Foreign Equities – Real Estate Investment Trusts | 2.9 |
| Ireland | 1.2 |
| United States | 43.4 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **3.9** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 7,202 | – | – | 7,202 |
| Bonds and debentures | – | 7,573 | – | 7,573 |
| Unrealized gain on currency forward contracts | – | 51 | – | 51 |
| | **7,202** | **7,624** | **–** | **14,826** |
| Unrealized loss on currency forward contracts | – | (41) | – | (41) |
| Unrealized loss on currency spot contracts | – | (3) | – | (3) |
| | **7,202** | **7,580** | **–** | **14,782** |

*Transfers between levels*

During the period ended December 31, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 51 | (41) | – | 10 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **51** | **(41)** | **–** | **10** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 41 | (41) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **41** | **(41)** | **–** | **–** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 672,720 | 775,477 |
| Unrealized gain on currency forward contracts | 252 | 279 |
| Unrealized gain on futures contracts | 1,802 | – |
| Cash | 5,549 | 1,156 |
| Margin deposited on derivatives | 3,882 | 16,305 |
| Receivable for securities sold | – | 306 |
| Subscriptions receivable | 742 | 2,189 |
| Accrued investment income and other | 4,372 | 4,838 |
| | **689,319** | **800,550** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 704 | 784 |
| Redemptions payable | 1,453 | 3,326 |
| Accrued expenses | 83 | 93 |
| Distributions payable | 1 | – |
| Unrealized loss on currency forward contracts | 313 | 594 |
| Unrealized loss on futures contracts | – | 10,608 |
| | **2,554** | **15,405** |
| **Net assets attributable to holders of redeemable units** | **686,765** | **785,145** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 410,616 | 480,262 |
| Series E | 17,673 | 16,088 |
| Series F | 166,105 | 160,118 |
| Series FH (in equivalent CAD) | 4,062 | 4,680 |
| Series FI | n/a | 21,308 |
| Series G | 74,018 | 84,998 |
| Series H (in equivalent CAD) | 6,190 | 7,521 |
| Series I | 7,692 | 9,181 |
| Series O | 409 | 989 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 3,025 | 3,599 |
| Series H | 4,610 | 5,783 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 4.74 | 4.81 |
| Series E | 9.12 | 9.25 |
| Series F | 4.74 | 4.81 |
| Series FH (in equivalent CAD) | 6.27 | 6.14 |
| Series FI | n/a | 9.25 |
| Series G | 4.76 | 4.83 |
| Series H (in equivalent CAD) | 6.27 | 6.14 |
| Series I | 4.76 | 4.84 |
| Series O | 4.62 | 4.70 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series FH | 4.67 | 4.72 |
| Series H | 4.67 | 4.72 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | – | 74 |
| Interest for distribution purposes | 13,149 | 15,893 |
| Net realized gain (loss) on non-derivative financial assets | 3,691 | 6,925 |
| Net realized gain (loss) on options contracts | 67 | 15 |
| Net realized gain (loss) on currency forward contracts | (4,419) | (12,141) |
| Net realized gain (loss) on futures contracts | 3,241 | (510) |
| Net realized gain (loss) on swap contracts | – | 645 |
| Change in unrealized gain (loss) on non-derivative financial assets | (19,802) | (5,464) |
| Change in unrealized gain (loss) on currency forward contracts | 254 | (1,178) |
| Change in unrealized gain (loss) on futures contracts | 12,410 | (6,760) |
| Change in unrealized gain (loss) on swap contracts | – | (610) |
| Dividend and interest expense on securities sold short | (2) | – |
| Net gain (loss) on investments | **8,589** | **(3,111)** |
| Securities lending | 17 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 623 | 1,659 |
| Total income (loss), net | **9,229** | **(1,452)** |
| **EXPENSES** | | |
| Management fees (note 5) | 4,030 | 5,031 |
| Fixed administration fees (note 6) | 478 | 664 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 8 | 5 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 518 | 669 |
| Transaction costs | 13 | 30 |
| Total expenses | **5,049** | **6,400** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **5,049** | **6,399** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **4,180** | **(7,851)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 1,791 | (6,315) |
| Series E | 83 | (126) |
| Series F | 1,235 | (1,402) |
| Series FH (in equivalent CAD) | 191 | 381 |
| Series FI | 152 | (163) |
| Series G | 362 | (970) |
| Series H (in equivalent CAD) | 257 | 795 |
| Series I | 97 | (42) |
| Series O | 12 | (9) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 145 | 288 |
| Series H | 195 | 601 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.02 | (0.05) |
| Series E | 0.04 | (0.10) |
| Series F | 0.04 | (0.03) |
| Series FH (in equivalent CAD) | 0.26 | 0.58 |
| Series FI | 0.09 | (0.07) |
| Series G | 0.02 | (0.05) |
| Series H (in equivalent CAD) | 0.23 | 0.53 |
| Series I | 0.06 | (0.01) |
| Series O | 0.07 | (0.02) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.20 | 0.44 |
| Series H | 0.17 | 0.40 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 93,820,318 | 116,672,730 |
| Series E | 1,847,998 | 1,361,733 |
| Series F | 33,390,697 | 38,536,897 |
| Series FH | 742,533 | 646,428 |
| Series FI | 1,783,713 | 2,718,266 |
| Series G | 16,716,057 | 18,909,578 |
| Series H | 1,130,314 | 1,508,177 |
| Series I | 1,700,251 | 2,431,861 |
| Series O | 161,800 | 580,355 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 480,262 | 596,814 |
| Series E | 16,088 | 12,543 |
| Series F | 160,118 | 181,769 |
| Series FH | 4,680 | 3,675 |
| Series FI | 21,308 | 22,727 |
| Series G | 84,998 | 95,760 |
| Series H | 7,521 | 8,632 |
| Series I | 9,181 | 12,459 |
| Series O | 989 | 2,819 |
| | **785,145** | **937,198** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 1,791 | (6,315) |
| Series E | 83 | (126) |
| Series F | 1,235 | (1,402) |
| Series FH | 191 | 381 |
| Series FI | 152 | (163) |
| Series G | 362 | (970) |
| Series H | 257 | 795 |
| Series I | 97 | (42) |
| Series O | 12 | (9) |
| | **4,180** | **(7,851)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (792) | (5,384) |
| Series E | (33) | (120) |
| Series F | (859) | (2,400) |
| Series FH | (24) | (55) |
| Series FI | (73) | (332) |
| Series G | (182) | (925) |
| Series H | (12) | (92) |
| Series I | (74) | (200) |
| Series O | (7) | (45) |
| From net realized gains on investments | | |
| Series A | (1,054) | (29) |
| Series E | (39) | (1) |
| Series F | (377) | (10) |
| Series FH | (11) | – |
| Series FI | (32) | (1) |
| Series G | (188) | (5) |
| Series H | (16) | – |
| Series I | (19) | (1) |
| Series O | (2) | – |
| From return of capital | | |
| Series A | (6,354) | (4,832) |
| Series E | (259) | (120) |
| Series F | (2,298) | (1,692) |
| Series FH | (53) | (22) |
| Series FI | (195) | (246) |
| Series G | (1,148) | (798) |
| Series H | (81) | (58) |
| Series I | (120) | (106) |
| Series O | (10) | (24) |
| | **(14,312)** | **(17,498)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 19,138 | 40,698 |
| Series E | 6,022 | 3,756 |
| Series F | 49,233 | 47,920 |
| Series FH | 933 | 1,321 |
| Series FI | 181 | 9,054 |
| Series G | 6,777 | 9,187 |
| Series H | 77 | 2,197 |
| Series I | 253 | 469 |
| Series O | 11 | 214 |
| Reinvested distributions | | |
| Series A | 6,578 | 8,265 |
| Series E | 275 | 219 |
| Series F | 2,213 | 2,570 |
| Series FH | 53 | 60 |
| Series FI | 160 | 314 |
| Series G | 1,333 | 1,497 |
| Series H | 51 | 82 |
| Series I | 113 | 199 |
| Series O | 19 | 69 |
| Payments on redemption | | |
| Series A | (88,953) | (91,995) |
| Series E | (4,464) | (3,257) |
| Series F | (43,160) | (44,206) |
| Series FH | (1,707) | (1,498) |
| Series FI | (21,501) | (4,472) |
| Series G | (17,934) | (13,911) |
| Series H | (1,607) | (2,982) |
| Series I | (1,739) | (1,471) |
| Series O | (603) | (1,052) |
| | **(88,248)** | **(36,753)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (69,646) | (59,592) |
| Series E | 1,585 | 351 |
| Series F | 5,987 | 780 |
| Series FH | (618) | 187 |
| Series FI | (21,308) | 4,154 |
| Series G | (10,980) | (5,925) |
| Series H | (1,331) | (58) |
| Series I | (1,489) | (1,152) |
| Series O | (580) | (847) |
| | **(98,380)** | **(62,102)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 410,616 | 537,222 |
| Series E | 17,673 | 12,894 |
| Series F | 166,105 | 182,549 |
| Series FH | 4,062 | 3,862 |
| Series FI | n/a | 26,881 |
| Series G | 74,018 | 89,835 |
| Series H | 6,190 | 8,574 |
| Series I | 7,692 | 11,307 |
| Series O | 409 | 1,972 |
| | **686,765** | **875,096** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 4,180 | (7,851) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,691) | (6,925) |
| Net realized (gain) loss on options contracts | (67) | (15) |
| Unrealized foreign currency translation (gain) loss | 21 | (1,733) |
| Change in unrealized (gain) loss on non-derivative financial assets | 19,802 | 5,464 |
| Change in unrealized (gain) loss on currency forward contracts | (254) | 1,178 |
| Change in unrealized (gain) loss on futures contracts | (12,410) | 6,760 |
| Change in unrealized (gain) loss on swap contracts | – | 610 |
| Purchases of portfolio investments | (101,680) | (398,498) |
| Proceeds from sale of portfolio investments | 188,699 | 357,571 |
| Margin deposited on derivatives | 12,423 | (10,530) |
| Accrued investment income and other | 466 | 408 |
| Accrued expenses and other payables | (90) | (26) |
| **Net cash provided by (used in) operating activities** | **107,399** | **(53,587)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 42,664 | 102,020 |
| Amounts paid on redemption of redeemable units | (142,133) | (155,726) |
| Distributions to unitholders of redeemable units | (3,516) | (4,223) |
| **Net cash provided by (used in) financing activities** | **(102,985)** | **(57,929)** |
| Unrealized foreign currency translation gain (loss) | (21) | 1,733 |
| Net increase (decrease) in cash | 4,393 | (109,783) |
| Cash (bank overdraft), beginning of period | 1,156 | 110,302 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **5,549** | **519** |
| Interest paid[1] | 8 | 5 |
| Interest received[1] | 13,615 | 16,302 |
| Dividends paid[1] | 2 | – |
| Dividends received, net of withholding taxes[1] | – | 74 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (96.1%)** | | | |
| **Canadian Bonds and Debentures (78.4%)** | | | |
| **Federal (16.9%)** | | | |
| Canada Housing Trust, 1.031% Sep. 15 17 | 1,406 | 1,410 | 1,409 |
| Canada Housing Trust, 0.871% Sep. 15 18 | 1,294 | 1,296 | 1,296 |
| Government of Canada, 1.75% Sep. 01 19 | 11,902 | 12,208 | 12,187 |
| Government of Canada, 4.25% Dec. 01 21, Real Return Bond | 25,465 | 51,124 | 48,053 |
| Government of Canada, 1.50% Dec. 01 44, Real Return Bond | 37,717 | 53,570 | 52,912 |
| | | **119,608** | **115,857** |
| **Provincial (23.8%)** | | | |
| Ontario Electricity Financial Corporation, 8.25% Jun. 22 26 | 2,165 | 3,151 | 3,174 |
| Province of Alberta, 3.10% Jun. 01 24 | 1,620 | 1,785 | 1,711 |
| Province of British Columbia, 4.80% Jun. 15 21 | 854 | 909 | 971 |
| Province of British Columbia, 2.70% Dec. 18 22 | 4,203 | 4,411 | 4,404 |
| Province of British Columbia, 3.30% Dec. 18 23 | 8,400 | 9,185 | 9,084 |
| Province of Manitoba, 2.55% Jun. 02 23 | 2,091 | 2,090 | 2,147 |
| Province of Manitoba, 3.30% Jun. 02 24 | 2,459 | 2,641 | 2,625 |
| Province of Manitoba, 2.45% Jun. 02 25 | 4,762 | 4,749 | 4,761 |
| Province of Manitoba, 6.30% Mar. 05 31 | 3,075 | 4,597 | 4,176 |
| Province of New Brunswick, 3.35% Dec. 03 21 | 1,672 | 1,819 | 1,794 |
| Province of New Brunswick, 3.65% Jun. 03 24 | 3,792 | 4,168 | 4,125 |
| Province of Nova Scotia, 6.60% Dec. 01 31 | 2,380 | 3,660 | 3,329 |
| Province of Ontario, 3.15% Jun. 02 22 | 20,535 | 22,234 | 21,911 |
| Province of Ontario, 2.85% Jun. 02 23 | 16,117 | 15,869 | 16,888 |
| Province of Ontario, 2.60% Jun. 02 25 | 32,032 | 32,417 | 32,551 |
| Province of Ontario, 6.50% Mar. 08 29 | 3,078 | 4,281 | 4,237 |
| Province of Ontario, 6.20% Jun. 02 31 | 2,167 | 2,974 | 2,980 |
| Province of Quebec, 3.00% Sep. 01 23 | 26,248 | 27,883 | 27,738 |
| Province of Quebec, 3.75% Sep. 01 24 | 2,436 | 2,724 | 2,690 |
| Province of Quebec, 2.75% Sep. 01 25 | 8,772 | 8,985 | 9,003 |
| Province of Quebec, 4.50% Dec. 01 26, Series "OP", Real Return Bond | 1,795 | 3,355 | 3,420 |
| | | **163,887** | **163,719** |
| **Corporate (37.7%)** | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | 2,255 | 2,455 | 2,372 |
| Alliance Pipeline Limited Partnership, 6.765% Dec. 31 25 | 1,552 | 1,896 | 1,758 |
| AltaGas Ltd., 3.57% Mar. 12 23, Series 10 | 2,466 | 2,464 | 2,557 |
| AltaLink, L.P., 3.265% Mar. 05 20, Series 13-1 | 2,505 | 2,505 | 2,588 |
| AltaLink, L.P., 3.621% Sep. 17 20 | 2,085 | 2,286 | 2,228 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | 3,930 | 4,005 | 4,121 |
| AltaLink, L.P., 3.399% Mar. 06 24 | 1,900 | 1,996 | 2,022 |
| AltaLink Investments, L.P., 3.674% Mar. 05 19 | 212 | 230 | 220 |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | 482 | 481 | 480 |
| Bank of Montreal, 3.40% Apr. 23 21 | 4,266 | 4,580 | 4,523 |
| Bank of Montreal, 2.12% Mar. 16 22 | 8,241 | 8,216 | 8,242 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | 1,798 | 1,840 | 1,831 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | 3,840 | 3,897 | 3,888 |
| Bank of Nova Scotia (The), 2.09% Sep. 09 20 | 2,093 | 2,096 | 2,115 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | 516 | 516 | 512 |
| bcIMC Realty Corporation, 2.96% Mar. 07 19 | 2,425 | 2,520 | 2,501 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | 2,210 | 2,209 | 2,220 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | 1,997 | 2,058 | 2,124 |
| Bell Canada, 4.40% Mar. 16 18, Series "M-22" | 2,931 | 3,081 | 3,038 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | 2,539 | 2,553 | 2,652 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | 2,792 | 2,853 | 3,080 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | 2,916 | 2,971 | 3,142 |
| Brookfield Asset Management Inc., 4.82% Oct. 28 25 | 2,158 | 2,157 | 2,338 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | 1,567 | 1,566 | 1,533 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | 3,048 | 3,179 | 3,337 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | 3,768 | 3,806 | 4,102 |
| Canadian Imperial Bank of Commerce, 1.70% Oct. 09 18 | 1,345 | 1,349 | 1,353 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | 1,712 | 1,753 | 1,747 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | 5,514 | 5,508 | 5,533 |
| Canadian Imperial Bank of Commerce, 1.64% Jul. 12 21 | 1,765 | 1,764 | 1,740 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | 3,776 | 3,767 | 3,855 |
| **BONDS AND DEBENTURES (96.1%) (cont'd)** | | | |
| **Canadian Bonds and Debentures (78.4%) (cont'd)** | | | |
| **Corporate (37.7%) (cont'd)** | | | |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | 1,925 | 1,924 | 1,965 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | 2,007 | 2,007 | 2,034 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | 3,035 | 3,035 | 3,205 |
| Centra Gas Ontario Inc., 8.65% Oct. 19 18 | 2,454 | 3,215 | 2,740 |
| CI Financial Corp., 2.645% Dec. 07 20 | 2,548 | 2,548 | 2,558 |
| CU Inc., 6.80% Aug. 13 19 | 700 | 830 | 794 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | 4,202 | 4,410 | 4,532 |
| Emera Incorporated, 2.90% Jun. 16 23 | 410 | 410 | 409 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | 3,451 | 3,689 | 3,744 |
| Enbridge Income Fund Holdings Inc., 4.10% Feb. 22 19, Series 6 | 1,221 | 1,221 | 1,279 |
| Enbridge Income Fund Holdings Inc., 3.94% Jan. 13 23 | 1,052 | 1,052 | 1,120 |
| Enbridge Pipelines Inc., 6.62% Nov. 19 18 | 250 | 292 | 274 |
| Enbridge Pipelines Inc., 3.79% May 17 23 | 1,184 | 1,278 | 1,270 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | 1,095 | 1,486 | 1,431 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | 2,283 | 2,283 | 2,285 |
| First Capital Realty Inc., 4.95% Nov. 30 18, Series "K" | 1,473 | 1,480 | 1,557 |
| First Capital Realty Inc., 5.48% Jul. 30 19, Series "L" | 2,636 | 3,027 | 2,860 |
| First Capital Realty Inc., 4.43% Jan. 31 22, Series "O" | 2,132 | 2,144 | 2,294 |
| First Capital Realty Inc., 3.95% Dec. 05 22, Series "P" | 3,443 | 3,414 | 3,635 |
| Fortis Inc., 2.85% Oct. 12 23 | 1,967 | 1,969 | 1,972 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | 3,121 | 3,121 | 3,103 |
| Hydro One Inc., 1.62% Apr. 30 20 | 4,989 | 4,974 | 4,990 |
| Institutional Mortgage Securities Canada Inc., 4.697% Feb. 12 21, Series 2011-1, Class "A2" | 1,831 | 1,831 | 1,993 |
| Inter Pipeline (Corridor) Inc., 4.897% Feb. 03 20, Series "C" | 1,481 | 1,629 | 1,614 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | 3,471 | 3,568 | 3,599 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | 1,649 | 1,829 | 1,827 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | 510 | 511 | 543 |
| Lower Mattagami Energy Limited Partnership, 2.228% Oct. 23 17 | 2,030 | 2,030 | 2,049 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | 2,884 | 2,989 | 3,176 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | 3,283 | 3,342 | 3,409 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | 1,901 | 1,900 | 1,937 |
| OMERS Realty Corporation, 2.473% Nov. 12 19 | 4,475 | 4,571 | 4,579 |
| OMERS Realty Corporation, 3.203% Jul. 24 20 | 693 | 693 | 726 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | 1,302 | 1,362 | 1,356 |
| OMERS Realty Corporation, 2.858% Jan. 23 24, Series 7 | 1,000 | 1,000 | 1,019 |
| OMERS Realty Corporation, 3.328% Nov. 12 24 | 126 | 132 | 132 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | 1,025 | 1,031 | 1,125 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | 6,316 | 6,290 | 6,629 |
| Rogers Communications Inc., 2.80% Mar. 13 19 | 228 | 228 | 234 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | 4,890 | 5,102 | 5,511 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | 2,824 | 2,874 | 2,882 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | 8,969 | 8,947 | 9,011 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | 2,291 | 2,406 | 2,375 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | 1,439 | 1,438 | 1,444 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | 481 | 481 | 474 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | 4,772 | 4,688 | 4,728 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | 1,671 | 1,779 | 1,823 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | 3,180 | 3,180 | 3,235 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | 1,117 | 1,107 | 1,165 |
| Suncor Energy Inc., 5.80% May 22 18 | 2,128 | 2,297 | 2,255 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | 1,517 | 1,513 | 1,497 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (96.1%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (78.4%) (cont'd)** | | | | |
| **Corporate (37.7%) (cont'd)** | | | | |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 5,476 | 6,070 | 6,043 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 928 | 949 | 948 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 1,961 | 1,952 | 1,961 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 6,834 | 7,093 | 7,025 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 417 | 417 | 406 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 7,809 | 8,241 | 8,210 |
| Union Gas Limited, 8.75% Aug. 03 18, Series 1993 | | 1,700 | 2,281 | 1,882 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 60 | 66 | 65 |
| Union Gas Limited, 3.19% Jun. 17 25, Series 13 | | 643 | 643 | 667 |
| Union Gas Limited, 2.81% Mar. 01 26 | | 2,393 | 2,393 | 2,391 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 3,443 | 3,433 | 3,531 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 2,466 | 2,456 | 2,590 |
| Videotron Ltd., 6.875% Jan. 27 17 | | 3,299 | 3,426 | 3,422 |
| Videotron Ltd., 5.00% Jul. 15 22 | USD | 645 | 636 | 891 |
| Videotron Ltd., 5.625% Mar. 15 25 | | 3,935 | 3,919 | 4,061 |
| Videotron Ltd., 5.75% Sep. 15 20 | | 3,000 | 3,000 | 3,111 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 3,369 | 3,899 | 3,616 |
| Westcoast Energy Inc., 4.57% Jul. 02 20 | | 1,603 | 1,671 | 1,733 |
| | | | **255,659** | **258,703** |
| **Foreign Bonds and Debentures (17.7%)** | | | | |
| **Belgium (0.4%)** | | | | |
| Anheuser-Busch InBev Worldwide Inc., 3.375% Jan. 25 23 | | 2,866 | **3,068** | **2,992** |
| **France (0.6%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 785 | 1,094 | 1,172 |
| Pernod Ricard SA, 4.25% Jul. 15 22 | USD | 2,070 | 2,159 | 2,912 |
| | | | **3,253** | **4,084** |
| **United Kingdom (1.1%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 2,280 | 2,360 | 2,349 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 4,922 | 4,877 | 4,998 |
| | | | **7,237** | **7,347** |
| **United States (15.6%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 1,953 | 2,414 | 2,580 |
| Altria Group, Inc., 9.70% Nov. 10 18 | USD | 2,368 | 3,274 | 3,638 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 2,040 | 2,551 | 2,746 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 1,200 | 1,592 | 1,642 |
| Ball Corporation, 5.00% Mar. 15 22 | USD | 2,810 | 3,762 | 3,966 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 1,640 | 2,001 | 2,403 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 1,706 | 1,769 | 2,528 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 2,405 | 3,911 | 4,374 |
| Constellation Brands, Inc., 3.75% May 01 21 | USD | 899 | 939 | 1,249 |
| Constellation Brands, Inc., 6.00% May 01 22 | USD | 3,403 | 3,870 | 5,176 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 3,118 | 4,607 | 4,539 |
| Crown Castle Towers LLC, 4.883% Aug. 15 20, Series 2010-6, Class C-2020 | USD | 2,200 | 2,509 | 3,148 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 2,300 | 3,069 | 3,118 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 2,600 | 3,634 | 3,594 |
| Medtronic, Inc., 2.50% Mar. 15 20 | USD | 777 | 973 | 1,055 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 4,299 | 5,340 | 5,916 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 2,000 | 2,456 | 2,768 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 3,275 | 5,013 | 5,020 |
| Silgan Holdings Inc., 5.50% Aug. 01 17 | USD | 2,982 | 4,075 | 4,174 |
| Simon Property Group, L.P., 5.65% Feb. 01 20 | USD | 2,100 | 2,432 | 3,086 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 1,790 | 2,217 | 2,445 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 2,178 | 3,089 | 3,154 |
| UnitedHealth Group Incorporated, 2.30% Dec. 15 19 | USD | 492 | 633 | 666 |
| UnitedHealth Group Incorporated, 3.375% Aug. 15 21 | USD | 3,397 | 4,285 | 4,736 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 1,441 | 1,860 | 1,963 |
| UnitedHealth Group Incorporated, 3.35% Jul. 15 22 | USD | 2,026 | 2,627 | 2,805 |
| Universal Health Services, Inc., 4.75% Aug. 01 17 | USD | 1,000 | 1,406 | 1,366 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 683 | 972 | 982 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 2,838 | 3,955 | 4,220 |
| Visa Inc., 2.80% Oct. 14 22 | USD | 976 | 1,278 | 1,319 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 2,780 | 3,871 | 3,753 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 4,187 | 5,403 | 5,539 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 1,385 | 1,840 | 1,888 |
| Wells Fargo & Company, 2.50% Mar. 04 21 | USD | 3,377 | 4,474 | 4,503 |
| Wells Fargo & Company, 2.509% Oct. 27 23 | | 1,192 | 1,196 | 1,168 |
| | | | **99,297** | **107,227** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.1%)** | | | **652,009** | **659,929** |
| **TRANSACTION COSTS (0.0%)** | | | **(3)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.1%)** | | | **652,006** | **659,929** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.3%)** | | | **–** | **1,741** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.7%)** | | | | |
| Canadian | | | (2,918) | (2,918) |
| Foreign | | | 8,488 | 8,467 |
| **Money Market Instruments** | | | | |
| Government of Canada T-Bill, 0.00%, Feb. 23 17 | | 12,800 | 12,791 | 12,791 |
| | | | **18,361** | **18,340** |
| **OTHER NET ASSETS (LIABILITIES) (0.9%)** | | | | **6,755** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **686,765** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD 25,195 | (USD) (18,700) | 0.742 | 0.745 | 92 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 9,833 | (USD) (7,300) | 0.742 | 0.745 | 33 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 8,219 | (USD) (6,100) | 0.742 | 0.745 | 31 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 21,703 | (USD) (16,100) | 0.742 | 0.745 | 90 |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | USD 200 | (CAD) (267) | 1.337 | 1.342 | 1 |
| | | | | | | | **247** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 129 | (USD) (96) | 0.743 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 623 | (USD) (460) | 0.739 | 0.745 | 5 |
| | | | | | | | **5** |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **252** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 25,033 | (USD) (18,728) | 0.748 | 0.745 | (97) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 21,180 | (USD) (15,871) | 0.749 | 0.745 | (117) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 6,073 | (USD) (4,551) | 0.749 | 0.745 | (34) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 7,290 | (USD) (5,450) | 0.748 | 0.745 | (23) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 200 | (CAD) (271) | 1.353 | 1.342 | (2) |
| | | | | | | | **(273)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 111 | (USD) (83) | 0.752 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 121 | (USD) (92) | 0.762 | 0.745 | (3) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 230 | (USD) (172) | 0.747 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 8,505 | (CAD) (11,453) | 1.347 | 1.342 | (35) |
| | | | | | | | **(40)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(313)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (1,214) | CAD | 138.8600 | 22-Mar-17 | (168,575) | (166,961) | 1,614 |
| United States Treasury 10 Year Bond Futures, Mar. 17 | (148) | USD | 125.0234 | 22-Mar-17 | (24,826) | (24,698) | 128 |
| United States Treasury 2 Year Bond Futures, Mar. 17 | (22) | USD | 108.4688 | 31-Mar-17 | (6,408) | (6,401) | 7 |
| United States Treasury 5 Year Bond Futures, Mar. 17 | (40) | USD | 118.2344 | 31-Mar-17 | (6,351) | (6,320) | 31 |
| United States Treasury Ultra 10-Year Treasury Note Futures, Mar. 17 | (16) | USD | 135.0781 | 22-Mar-17 | (2,902) | (2,880) | 22 |
| | | | | | **(209,062)** | **(207,260)** | **1,802** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income while preserving capital through strategic investment in a diversified portfolio of primarily Canadian fixed income securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 21,287 | (5,974) |
| 1-3 years | 77,791 | 75,923 |
| 3-5 years | 176,709 | 183,932 |
| 5-10 years | 317,603 | 394,081 |
| > 10 years | 81,132 | 116,907 |
| | **674,522** | **764,869** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $10,286,000 or approximately 1.5% (June 30, 2016 – $10,973,000 or approximately 1.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 124,977 | (124,014) | 963 | 0.1 |
| Pound Sterling | (10) | – | (10) | (0.0) |
| | **124,967** | **(124,014)** | **953** | **0.1** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 10,252 | (10,204) | 48 | 0.0 |
| | **10,252** | **(10,204)** | **48** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 137,220 | (95,062) | 42,158 | 5.4 |
| Pound Sterling | (10) | – | (10) | 0.0 |
| | **137,210** | **(95,062)** | **42,148** | **5.4** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 12,201 | (12,094) | 107 | 0.0 |
| | **12,201** | **(12,094)** | **107** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $100,000 or approximately 0.0% (June 30, 2016 – $4,226,000 or approximately 0.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

# Dynamic Advantage Bond Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 1.9 | 1.9 | – | – |
| AAA | 19.7 | 19.3 | 22.4 | 22.1 |
| AA | 13.1 | 12.8 | 12.2 | 12.0 |
| A | 43.2 | 42.3 | 42.6 | 42.2 |
| BBB | 18.9 | 18.5 | 19.2 | 18.9 |
| BB | 2.9 | 2.9 | 3.3 | 3.2 |
| Unrated | 0.3 | 0.3 | 0.3 | 0.3 |
| | **100.0** | **98.0** | **100.0** | **98.7** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **96.1** | **98.7** |
| **Canadian Bonds and Debentures** | | |
| Federal | 16.9 | 18.3 |
| Provincial | 23.8 | 25.6 |
| Corporate | 37.7 | 36.3 |
| **Foreign Bonds and Debentures** | | |
| Australia | – | 0.9 |
| Belgium | 0.4 | 0.4 |
| France | 0.6 | 0.5 |
| United Kingdom | 1.1 | 1.4 |
| United States | 15.6 | 15.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.7** | **0.1** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 659,929 | – | 659,929 |
| Money market instruments | – | 12,791 | – | 12,791 |
| Unrealized gain on currency forward contracts | – | 252 | – | 252 |
| Unrealized gain on futures contracts | 1,802 | – | – | 1,802 |
| | **1,802** | **672,972** | **–** | **674,774** |
| Unrealized loss on currency forward contracts | – | (313) | – | (313) |
| | **1,802** | **672,659** | **–** | **674,461** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 775,477 | – | 775,477 |
| Unrealized gain on currency forward contracts | – | 279 | – | 279 |
| | **–** | **775,756** | **–** | **775,756** |
| Unrealized loss on currency forward contracts | – | (594) | – | (594) |
| Unrealized loss on futures contracts | (10,608) | – | – | (10,608) |
| | **(10,608)** | **775,162** | **–** | **764,554** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 252 | (246) | – | 6 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **252** | **(246)** | **–** | **6** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 313 | (246) | – | 67 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **313** | **(246)** | **–** | **67** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 279 | (25) | – | 254 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **279** | **(25)** | **–** | **254** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 594 | (25) | – | 569 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **594** | **(25)** | **–** | **569** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Bond Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 1,590,089 | 1,900,630 |
| Unrealized gain on currency forward contracts | 190 | 150 |
| Unrealized gain on futures contracts | 352 | – |
| Cash | 13,614 | 2,596 |
| Margin deposited on derivatives | 2,385 | 13,018 |
| Receivable for securities sold | – | 3,654 |
| Subscriptions receivable | 704 | 1,376 |
| Accrued investment income and other | 8,328 | 9,253 |
| | **1,615,662** | **1,930,677** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 259 | 291 |
| Payable for securities purchased | – | 624 |
| Redemptions payable | 3,142 | 2,717 |
| Accrued expenses | 70 | 80 |
| Unrealized loss on currency forward contracts | 219 | 386 |
| Unrealized loss on futures contracts | – | 8,311 |
| | **3,690** | **12,409** |
| **Net assets attributable to holders of redeemable units** | **1,611,972** | **1,918,268** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 173,335 | 194,012 |
| Series F | 30,239 | 26,539 |
| Series FI | n/a | 7,856 |
| Series G | 38,793 | 44,291 |
| Series I | 39,428 | 40,379 |
| Series O | 1,330,177 | 1,605,191 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 5.57 | 5.70 |
| Series F | 10.04 | 10.26 |
| Series FI | n/a | 9.62 |
| Series G | 5.55 | 5.68 |
| Series I | 5.23 | 5.35 |
| Series O | 5.33 | 5.46 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 28,179 | 26,227 |
| Net realized gain (loss) on non-derivative financial assets | (399) | 15,361 |
| Net realized gain (loss) on options contracts | 176 | 33 |
| Net realized gain (loss) on currency forward contracts | (3,169) | (4,915) |
| Net realized gain (loss) on futures contracts | 3,576 | (5,288) |
| Change in unrealized gain (loss) on non-derivative financial assets | (40,832) | (18,491) |
| Change in unrealized gain (loss) on currency forward contracts | 207 | (567) |
| Change in unrealized gain (loss) on futures contracts | 8,663 | (3,245) |
| Dividend and interest expense on securities sold short | (1) | – |
| Net gain (loss) on investments | **(3,600)** | **9,115** |
| Securities lending | 82 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 89 | 92 |
| Total income (loss), net | **(3,429)** | **9,207** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,504 | 1,687 |
| Fixed administration fees (note 6) | 408 | 438 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 7 | 3 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 202 | 226 |
| Transaction costs | 9 | 14 |
| Total expenses | **2,132** | **2,369** |
| Expenses absorbed by the Manager | – | (2) |
| Net expenses | **2,132** | **2,367** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(5,561)** | **6,840** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (1,791) | (673) |
| Series F | (134) | 26 |
| Series FI | (40) | 8 |
| Series G | (372) | (119) |
| Series I | (101) | 176 |
| Series O | (3,123) | 7,422 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (0.05) | (0.01) |
| Series F | (0.06) | 0.02 |
| Series FI | (0.05) | 0.02 |
| Series G | (0.05) | (0.01) |
| Series I | (0.01) | 0.02 |
| Series O | (0.01) | 0.03 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 32,917,799 | 37,147,929 |
| Series F | 2,414,550 | 1,696,048 |
| Series FI | 806,133 | 408,677 |
| Series G | 7,404,930 | 8,142,915 |
| Series I | 7,601,242 | 7,611,813 |
| Series O | 282,932,936 | 275,716,253 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Bond Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 194,012 | 218,474 |
| Series F | 26,539 | 13,647 |
| Series FI | 7,856 | 3,326 |
| Series G | 44,291 | 47,355 |
| Series I | 40,379 | 41,164 |
| Series O | 1,605,191 | 1,471,951 |
| | **1,918,268** | **1,795,917** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (1,791) | (673) |
| Series F | (134) | 26 |
| Series FI | (40) | 8 |
| Series G | (372) | (119) |
| Series I | (101) | 176 |
| Series O | (3,123) | 7,422 |
| | **(5,561)** | **6,840** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (1,128) | (1,192) |
| Series F | (231) | (149) |
| Series FI | (62) | (33) |
| Series G | (274) | (283) |
| Series I | (529) | (515) |
| Series O | (20,052) | (19,054) |
| From net realized gains on investments | | |
| Series A | (112) | (1,013) |
| Series F | (15) | (81) |
| Series FI | (4) | (18) |
| Series G | (25) | (222) |
| Series I | (24) | (195) |
| Series O | (919) | (7,227) |
| From return of capital | | |
| Series A | (1,154) | (505) |
| Series F | (159) | (66) |
| Series FI | (43) | (16) |
| Series G | (256) | (108) |
| Series I | (273) | (119) |
| Series O | (10,481) | (4,853) |
| | **(35,741)** | **(35,649)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 6,518 | 13,348 |
| Series F | 16,158 | 11,544 |
| Series FI | 12 | 1,592 |
| Series G | 1,527 | 4,293 |
| Series I | 1,225 | 788 |
| Series O | 74,801 | 186,832 |
| Reinvested distributions | | |
| Series A | 2,125 | 2,435 |
| Series F | 307 | 244 |
| Series FI | 108 | 67 |
| Series G | 530 | 578 |
| Series I | 715 | 740 |
| Series O | 31,452 | 31,134 |
| Payments on redemption | | |
| Series A | (25,135) | (24,510) |
| Series F | (12,226) | (1,930) |
| Series FI | (7,827) | (155) |
| Series G | (6,628) | (6,328) |
| Series I | (1,964) | (1,505) |
| Series O | (346,692) | (37,828) |
| | **(264,994)** | **181,339** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (20,677) | (12,110) |
| Series F | 3,700 | 9,588 |
| Series FI | (7,856) | 1,445 |
| Series G | (5,498) | (2,189) |
| Series I | (951) | (630) |
| Series O | (275,014) | 156,426 |
| | **(306,296)** | **152,530** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 173,335 | 206,364 |
| Series F | 30,239 | 23,235 |
| Series FI | n/a | 4,771 |
| Series G | 38,793 | 45,166 |
| Series I | 39,428 | 40,534 |
| Series O | 1,330,177 | 1,628,377 |
| | **1,611,972** | **1,948,447** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (5,561) | 6,840 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 399 | (15,361) |
| Net realized (gain) loss on options contracts | (176) | (33) |
| Unrealized foreign currency translation (gain) loss | 21 | (125) |
| Change in unrealized (gain) loss on non-derivative financial assets | 40,832 | 18,491 |
| Change in unrealized (gain) loss on currency forward contracts | (207) | 567 |
| Change in unrealized (gain) loss on futures contracts | (8,663) | 3,245 |
| Purchases of portfolio investments | (327,707) | (739,437) |
| Proceeds from sale of portfolio investments | 600,223 | 610,906 |
| Margin deposited on derivatives | 10,633 | 608 |
| Accrued investment income and other | 925 | (752) |
| Accrued expenses and other payables | (42) | (9) |
| **Net cash provided by (used in) operating activities** | **310,677** | **(115,060)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 82,980 | 215,642 |
| Amounts paid on redemption of redeemable units | (382,114) | (69,052) |
| Distributions to unitholders of redeemable units | (504) | (452) |
| **Net cash provided by (used in) financing activities** | **(299,638)** | **146,138** |
| Unrealized foreign currency translation gain (loss) | (21) | 125 |
| Net increase (decrease) in cash | 11,018 | 31,203 |
| Cash (bank overdraft), beginning of period | 2,596 | 47,122 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **13,614** | **78,325** |
| Interest paid[1] | 7 | 3 |
| Interest received[1] | 29,105 | 25,476 |
| Dividends paid[1] | 1 | – |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (94.1%)** | | | |
| **Canadian Bonds and Debentures (87.1%)** | | | |
| **Federal (20.3%)** | | | |
| Canada Housing Trust, 1.031% Sep. 15 17 | 7,587 | 7,605 | 7,605 |
| Canada Housing Trust, 0.871% Sep. 15 18 | 6,983 | 6,992 | 6,994 |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | 16,163 | 16,154 | 16,124 |
| CPPIB Capital Inc., 1.40% Jun. 04 20, Series "A" | 19,279 | 19,318 | 19,244 |
| Government of Canada, 0.25% May 01 18 | 95,000 | 94,184 | 94,460 |
| Government of Canada, 0.50% Aug. 01 18 | 9,202 | 9,185 | 9,169 |
| Government of Canada, 1.75% Mar. 01 19 | 2,086 | 2,176 | 2,129 |
| Government of Canada, 1.75% Sep. 01 19 | 76,268 | 78,256 | 78,095 |
| Government of Canada, 4.25% Dec. 01 21, Real Return Bond | 42,250 | 85,277 | 79,727 |
| Government of Canada, 1.50% Jun. 01 26 | 4,000 | 4,095 | 3,925 |
| Government of Canada, 5.75% Jun. 01 29 | 3,870 | 5,165 | 5,461 |
| Government of Canada, 3.50% Dec. 01 45 | 3,129 | 4,180 | 3,890 |
| | | **332,587** | **326,823** |
| **Provincial (39.6%)** | | | |
| Financement-Québec, 5.25% Jun. 01 34 | 8,233 | 8,576 | 10,370 |
| Municipal Finance Authority of British Columbia, 4.80% Dec. 01 17 | 2,239 | 2,263 | 2,319 |
| Ontario Electricity Financial Corporation, 8.25% Jun. 22 26 | 6,277 | 9,124 | 9,203 |
| Province of Alberta, 0.961% Jun. 15 18 | 25,773 | 25,874 | 25,816 |
| Province of Alberta, 3.10% Jun. 01 24 | 6,065 | 6,641 | 6,406 |
| Province of British Columbia, 3.70% Dec. 18 20 | 6,238 | 6,343 | 6,778 |
| Province of British Columbia, 4.80% Jun. 15 21 | 4,333 | 4,610 | 4,925 |
| Province of British Columbia, 3.25% Dec. 18 21 | 8,530 | 9,109 | 9,185 |
| Province of British Columbia, 2.70% Dec. 18 22 | 7,624 | 8,020 | 7,988 |
| Province of British Columbia, 3.30% Dec. 18 23 | 2,150 | 2,362 | 2,325 |
| Province of British Columbia, 6.35% Jun. 18 31 | 26,317 | 37,342 | 36,931 |
| Province of Manitoba, 2.55% Jun. 02 23 | 6,935 | 6,744 | 7,120 |
| Province of Manitoba, 3.30% Jun. 02 24 | 7,436 | 7,985 | 7,937 |
| Province of Manitoba, 2.45% Jun. 02 25 | 12,605 | 12,547 | 12,603 |
| Province of Manitoba, 6.30% Mar. 05 31 | 8,662 | 12,478 | 11,763 |
| Province of New Brunswick, 4.50% Jun. 02 20 | 6,640 | 7,545 | 7,307 |
| Province of New Brunswick, 3.35% Dec. 03 21 | 5,990 | 6,516 | 6,426 |
| Province of New Brunswick, 3.65% Jun. 03 24 | 7,068 | 7,757 | 7,690 |
| Province of New Brunswick, 4.55% Mar. 26 37 | 2,868 | 3,618 | 3,294 |
| Province of Nova Scotia, 6.60% Dec. 01 31 | 6,969 | 9,931 | 9,748 |
| Province of Ontario, 1.119% Sep. 22 17 | 13,188 | 13,270 | 13,223 |
| Province of Ontario, 0.984% Aug. 26 19 | 18,137 | 18,023 | 18,147 |
| Province of Ontario, 4.20% Jun. 02 20 | 30,714 | 33,972 | 33,557 |
| Province of Ontario, 1.364% Mar. 16 21 | 21,766 | 21,764 | 21,951 |
| Province of Ontario, 4.00% Jun. 02 21 | 22,626 | 25,442 | 24,913 |
| Province of Ontario, 3.15% Jun. 02 22 | 64,724 | 67,219 | 69,060 |
| Province of Ontario, 2.85% Jun. 02 23 | 54,459 | 54,803 | 57,063 |
| Province of Ontario, 2.60% Jun. 02 25 | 35,941 | 36,401 | 36,523 |
| Province of Ontario, 6.50% Mar. 08 29 | 16,764 | 23,319 | 23,078 |
| Province of Ontario, 6.20% Jun. 02 31 | 3,900 | 5,353 | 5,363 |
| Province of Quebec, 1.111% Dec. 19 18 | 1,197 | 1,204 | 1,202 |
| Province of Quebec, 1.061% Aug. 21 19 | 4,220 | 4,243 | 4,231 |
| Province of Quebec, 4.50% Dec. 01 19 | 5,550 | 6,229 | 6,060 |
| Province of Quebec, 4.50% Dec. 01 20 | 22,905 | 25,891 | 25,514 |
| Province of Quebec, 3.00% Sep. 01 23 | 38,367 | 39,189 | 40,545 |
| Province of Quebec, 3.75% Sep. 01 24 | 21,771 | 24,346 | 24,038 |
| Province of Quebec, 2.75% Sep. 01 25 | 37,135 | 38,037 | 38,115 |
| | | **634,090** | **638,717** |
| **Corporate (27.2%)** | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | 2,310 | 2,557 | 2,430 |
| Alliance Pipeline Limited Partnership, 6.765% Dec. 31 25 | 2,962 | 3,273 | 3,356 |
| AltaGas Ltd., 5.49% Mar. 27 17 | 8,168 | 8,454 | 8,245 |
| AltaLink, L.P., 3.265% Mar. 05 20, Series 13-1 | 1,500 | 1,532 | 1,550 |
| AltaLink, L.P., 3.621% Sep. 17 20 | 2,500 | 2,699 | 2,671 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | 5,784 | 5,784 | 6,065 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | 4,300 | 4,578 | 4,678 |
| Bank of Montreal, 2.84% Jun. 04 20 | 468 | 486 | 485 |
| Bank of Montreal, 2.10% Oct. 06 20 | 7,226 | 7,260 | 7,307 |
| Bank of Montreal, 3.40% Apr. 23 21 | 2,857 | 3,077 | 3,029 |
| Bank of Montreal, 1.61% Oct. 28 21 | 1,096 | 1,096 | 1,076 |
| Bank of Montreal, 2.12% Mar. 16 22 | 12,119 | 12,115 | 12,120 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | 709 | 725 | 722 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | 2,587 | 2,586 | 2,620 |
| Bank of Nova Scotia (The), 3.27% Jan. 11 21 | 7,877 | 8,347 | 8,298 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | 1,053 | 1,110 | 1,093 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | 2,103 | 2,102 | 2,088 |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (94.1%) (cont'd)** | | | |
| **Canadian Bonds and Debentures (87.1%) (cont'd)** | | | |
| **Corporate (27.2%) (cont'd)** | | | |
| bcIMC Realty Corporation, 2.65% Jun. 29 17 | 1,760 | 1,804 | 1,774 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | 6,954 | 6,951 | 6,986 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | 2,380 | 2,491 | 2,532 |
| Bell Canada, 4.40% Mar. 16 18, Series "M-22" | 8,438 | 8,716 | 8,745 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | 7,762 | 7,819 | 8,106 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | 6,484 | 6,693 | 7,153 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | 1,378 | 1,388 | 1,485 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | 3,640 | 3,949 | 4,013 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | 1,710 | 1,709 | 1,673 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | 2,651 | 2,724 | 2,902 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | 4,110 | 4,110 | 4,474 |
| Canadian Imperial Bank of Commerce, 2.22% Mar. 07 18 | 1,131 | 1,156 | 1,145 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | 4,242 | 4,368 | 4,330 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | 12,454 | 12,439 | 12,496 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | 4,425 | 4,425 | 4,517 |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | 5,391 | 5,388 | 5,502 |
| Canadian Natural Resources Limited, 3.55% Mar. 03 24 | 2,806 | 2,796 | 2,838 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | 5,354 | 5,388 | 5,654 |
| Centra Gas Ontario Inc., 8.65% Oct. 19 18 | 7,325 | 9,599 | 8,178 |
| CI Financial Corp., 2.645% Dec. 07 20 | 3,589 | 3,589 | 3,603 |
| CU Inc., 6.80% Aug. 13 19 | 6,100 | 7,233 | 6,921 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | 8,942 | 9,471 | 9,644 |
| Emera Incorporated, 2.90% Jun. 16 23 | 701 | 701 | 699 |
| Enbridge Gas Distribution Inc., 1.85% Apr. 24 17 | 3,200 | 3,202 | 3,209 |
| Enbridge Gas Distribution Inc., 5.16% Dec. 04 17 | 3,351 | 3,838 | 3,475 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | 2,943 | 3,076 | 3,193 |
| Enbridge Income Fund Holdings Inc., 4.10% Feb. 22 19, Series 6 | 349 | 348 | 366 |
| Enbridge Income Fund Holdings Inc., 3.94% Jan. 13 23 | 3,589 | 3,682 | 3,819 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | 3,541 | 4,793 | 4,627 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | 3,536 | 3,536 | 3,538 |
| First Capital Realty Inc., 5.85% Jan. 31 17, Series "H" | 5,533 | 5,643 | 5,550 |
| First Capital Realty Inc., 4.95% Nov. 30 18, Series "K" | 3,241 | 3,257 | 3,426 |
| First Capital Realty Inc., 5.60% Apr. 30 20, Series "M" | 4,707 | 4,935 | 5,205 |
| Fortis Inc., 2.85% Oct. 12 23 | 3,004 | 3,007 | 3,011 |
| Greater Toronto Airports Authority, 4.85% Jun. 01 17 | 97 | 104 | 99 |
| Greater Toronto Airports Authority, 5.96% Nov. 20 19, Series 2009-1 | 7,377 | 8,691 | 8,325 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | 1,190 | 1,190 | 1,183 |
| Hydro One Inc., 1.48% Nov. 18 19 | 2,324 | 2,324 | 2,327 |
| Hydro One Inc., 1.62% Apr. 30 20 | 5,522 | 5,503 | 5,524 |
| Hydro One Inc., 1.84% Feb. 24 21 | 1,193 | 1,193 | 1,198 |
| Institutional Mortgage Securities Canada Inc., 4.697% Feb. 12 21, Series 2011-1, Class "A2" | 5,376 | 5,376 | 5,850 |
| Inter Pipeline (Corridor) Inc., 4.897% Feb. 03 20, Series "C" | 742 | 757 | 809 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | 1,250 | 1,266 | 1,296 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | 594 | 659 | 658 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | 571 | 571 | 607 |
| Inter Pipeline Ltd., 1.385% May 30 17 | 2,000 | 2,001 | 2,000 |
| Inter Pipeline Ltd., 2.608% Jul. 13 23 | 2,823 | 2,823 | 2,795 |
| Inter Pipeline Ltd., 3.484% Sep. 16 26 | 1,000 | 1,000 | 1,015 |
| Lower Mattagami Energy Limited Partnership, 2.228% Oct. 23 17 | 1,286 | 1,286 | 1,298 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | 2,881 | 2,882 | 3,172 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | 3,700 | 3,700 | 3,924 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (94.1%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (87.1%) (cont'd)** | | | | |
| **Corporate (27.2%) (cont'd)** | | | | |
| Lower Mattagami Energy Limited Partnership, 2.307% Oct. 21 26, Series 16-1 | | 3,000 | 3,000 | 2,869 |
| Maritimes & Northeast Pipeline LP, 4.34% Nov. 30 19 | | 1,526 | 1,552 | 1,556 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 4,926 | 4,968 | 5,116 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 4,209 | 4,210 | 4,290 |
| OMERS Realty Corporation, 3.203% Jul. 24 20 | | 10,000 | 10,391 | 10,477 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | | 1,802 | 1,802 | 1,877 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 5,619 | 5,581 | 5,898 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 13,222 | 14,147 | 14,902 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 4,252 | 4,346 | 4,339 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 8,914 | 8,909 | 8,956 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 1,404 | 1,475 | 1,455 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 2,932 | 2,931 | 2,943 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | | 8,452 | 8,450 | 8,326 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | | 3,047 | 2,979 | 3,019 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 3,357 | 3,357 | 3,334 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | | 5,137 | 5,721 | 5,605 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | | 2,196 | 2,224 | 2,234 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | | 3,522 | 3,645 | 3,674 |
| Suncor Energy Inc., 5.80% May 22 18 | | 2,792 | 2,948 | 2,958 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 1,988 | 1,983 | 1,962 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 7,478 | 7,704 | 8,252 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 4,239 | 4,228 | 4,215 |
| TELUS Corporation, 3.35% Dec. 15 22, Series "CJ" | | 4,169 | 4,400 | 4,317 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 569 | 581 | 581 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 1,181 | 1,175 | 1,181 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 1,609 | 1,665 | 1,654 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 5,194 | 5,282 | 5,337 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 519 | 519 | 505 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 21,688 | 22,809 | 22,801 |
| Union Gas Limited, 8.75% Aug. 03 18, Series 1993 | | 554 | 733 | 613 |
| Union Gas Limited, 4.85% Apr. 25 22, Series 6 | | 713 | 810 | 810 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 6,224 | 6,584 | 6,752 |
| Union Gas Limited, 3.19% Jun. 17 25, Series 13 | | 950 | 950 | 985 |
| Union Gas Limited, 2.81% Mar. 01 26 | | 318 | 318 | 318 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 5,423 | 5,495 | 5,562 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 5,485 | 5,463 | 5,760 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 7,761 | 8,789 | 8,329 |
| | | | **435,455** | **438,464** |
| **Foreign Bonds and Debentures (7.0%)** | | | | |
| **Australia (0.8%)** | | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | | 12,654 | **12,875** | **12,820** |
| **Belgium (0.1%)** | | | | |
| Anheuser-Busch InBev Worldwide Inc., 2.375% Jan. 25 18 | | 812 | **816** | **822** |
| **United Kingdom (0.8%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 3,675 | 3,804 | 3,787 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 8,720 | 8,691 | 8,854 |
| | | | **12,495** | **12,641** |
| **United States (5.3%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 2,786 | 3,451 | 3,680 |
| Altria Group, Inc., 4.75% May 05 21 | USD | 1,656 | 2,414 | 2,426 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 2,518 | 3,208 | 3,389 |
| Anheuser Busch InBev Finance Inc., 2.65% Jan. 01 21 | USD | 1,488 | 2,120 | 2,011 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 4,933 | 7,025 | 6,750 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 509 | 769 | 746 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 1,915 | 2,904 | 2,838 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 2,702 | 5,272 | 4,914 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 4,000 | 5,550 | 5,529 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 4,836 | 6,571 | 6,655 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 4,752 | 6,049 | 6,577 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 2,462 | 3,219 | 3,362 |
| UnitedHealth Group Incorporated, 3.375% Aug. 15 21 | USD | 3,031 | 3,837 | 4,226 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 179 | 224 | 244 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 2,343 | 2,860 | 3,369 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 4,695 | 6,467 | 6,339 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 9,379 | 12,262 | 12,406 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 936 | 1,240 | 1,276 |
| Wells Fargo & Company, 2.50% Mar. 04 21 | USD | 4,983 | 6,629 | 6,645 |
| Wells Fargo & Company, 2.509% Oct. 27 23 | | 1,600 | 1,593 | 1,573 |
| | | | **83,664** | **84,955** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.1%)** | | | **1,511,982** | **1,515,242** |
| **TRANSACTION COSTS (0.0%)** | | | **(1)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.1%)** | | | **1,511,981** | **1,515,242** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | | **–** | **323** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (5.5%)** | | | | |
| Canadian | | | 1,562 | 1,562 |
| Foreign | | | 12,073 | 12,052 |
| **Money Market Instruments** | | | | |
| Government of Canada T-Bill, 0.00%, Feb. 23 17 | | 74,900 | 74,847 | 74,847 |
| | | | **88,482** | **88,461** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | | **7,946** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **1,611,972** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Bond Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD | 2,829 | (USD) | (2,100) | 0.742 | 0.745 | 10 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD | 15,894 | (USD) | (11,800) | 0.742 | 0.745 | 54 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD | 18,999 | (USD) | (14,100) | 0.742 | 0.745 | 71 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD | 11,997 | (USD) | (8,900) | 0.742 | 0.745 | 49 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD | 200 | (CAD) | (263) | 1.317 | 1.342 | 5 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD | 300 | (CAD) | (402) | 1.339 | 1.342 | 1 |
| | | | | | | | | | **190** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 24-Feb-17 | CAD | 11,877 | (USD) | (8,900) | 0.749 | 0.745 | (65) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD | 15,774 | (USD) | (11,820) | 0.749 | 0.745 | (86) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD | 17,681 | (USD) | (13,219) | 0.748 | 0.745 | (57) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 2,755 | (USD) | (2,061) | 0.748 | 0.745 | (11) |
| | | | | | | | | | **(219)** |

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (252) | CAD | 138.8600 | 22-Mar-17 | (34,992) | (34,658) | 334 |
| United States Treasury 10 Year Bond Futures, Mar. 17 | (9) | USD | 125.1563 | 22-Mar-17 | (1,513) | (1,502) | 11 |
| United States Treasury Ultra 10-Year Treasury Note Futures, Mar. 17 | (8) | USD | 134.6875 | 22-Mar-17 | (1,447) | (1,440) | 7 |
| | | | | | **(37,952)** | **(37,600)** | **352** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Bond Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income while preserving capital through investment in a diversified portfolio primarily of Canadian fixed income securities including government and corporate bonds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 139,050 | 181,046 |
| 1-3 years | 356,173 | 370,731 |
| 3-5 years | 419,773 | 454,487 |
| 5-10 years | 554,486 | 758,635 |
| > 10 years | 120,959 | 127,420 |
| | **1,590,441** | **1,892,319** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $17,048,000 or approximately 1.1% (June 30, 2016 – $20,720,000 or approximately 1.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 102,978 | (97,170) | 5,808 | 0.4 |
| | **102,978** | **(97,170)** | **5,808** | **0.4** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 91,730 | (31,470) | 60,260 | 3.1 |
| | **91,730** | **(31,470)** | **60,260** | **3.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $58,070,000 or approximately 0.0% (June 30, 2016 – $6,026,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 4.7 | 4.6 | 3.2 | 3.2 |
| AAA | 25.4 | 25.0 | 25.1 | 24.8 |
| AA | 13.6 | 13.4 | 13.1 | 13.0 |
| A | 43.0 | 42.5 | 44.8 | 44.4 |
| BBB | 13.1 | 13.0 | 13.6 | 13.5 |
| Unrated | 0.2 | 0.2 | 0.2 | 0.2 |
| | **100.0** | **98.7** | **100.0** | **99.1** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **94.1** | **95.9** |
| **Canadian Bonds and Debentures** | | |
| Federal | 20.3 | 19.9 |
| Provincial | 39.6 | 41.4 |
| Corporate | 27.2 | 28.0 |
| **Foreign Bonds and Debentures** | | |
| Australia | 0.8 | 0.8 |
| Belgium | 0.1 | 0.0 |
| United Kingdom | 0.8 | 0.7 |
| United States | 5.3 | 5.1 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **5.5** | **3.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 1,515,242 | – | 1,515,242 |
| Money market instruments | – | 74,847 | – | 74,847 |
| Unrealized gain on currency forward contracts | – | 190 | – | 190 |
| Unrealized gain on futures contracts | 352 | – | – | 352 |
| | **352** | **1,590,279** | **–** | **1,590,631** |
| Unrealized loss on currency forward contracts | – | (219) | – | (219) |
| | **352** | **1,590,060** | **–** | **1,590,412** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Bond Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 1,839,768 | – | 1,839,768 |
| Money market instruments | – | 60,862 | – | 60,862 |
| Unrealized gain on currency forward contracts | – | 150 | – | 150 |
| | **–** | **1,900,780** | **–** | **1,900,780** |
| Unrealized loss on currency forward contracts | – | (386) | – | (386) |
| Unrealized loss on futures contracts | (8,311) | – | – | (8,311) |
| | **(8,311)** | **1,900,394** | **–** | **1,892,083** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 190 | (170) | – | 20 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **190** | **(170)** | **–** | **20** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 219 | (170) | – | 49 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **219** | **(170)** | **–** | **49** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 150 | (74) | – | 76 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **150** | **(74)** | **–** | **76** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 386 | (74) | – | 312 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **386** | **(74)** | **–** | **312** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 252,596 | 263,127 |
| Unrealized gain on currency forward contracts | 138 | 69 |
| Unrealized gain on currency spot contracts | – | 1 |
| Unrealized gain on futures contracts | 212 | – |
| Cash | 2,918 | 2,321 |
| Margin deposited on derivatives | 2,687 | 1,857 |
| Subscriptions receivable | 239 | 365 |
| Accrued investment income and other | 1,939 | 1,961 |
| | **260,729** | **269,701** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 74 | 87 |
| Payable for securities purchased | – | 4,511 |
| Redemptions payable | 703 | 801 |
| Accrued expenses | 17 | 20 |
| Unrealized loss on currency forward contracts | 156 | 369 |
| Unrealized loss on futures contracts | – | 1,148 |
| | **950** | **6,936** |
| **Net assets attributable to holders of redeemable units** | **259,779** | **262,765** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 43,148 | 52,769 |
| Series E | 3,011 | 2,522 |
| Series F | 22,006 | 22,925 |
| Series FI | n/a | 1,023 |
| Series H (in equivalent CAD) | 274 | 242 |
| Series I | 928 | 952 |
| Series O | 190,412 | 182,332 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series H | 204 | 186 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 8.98 | 9.18 |
| Series E | 8.75 | 8.96 |
| Series F | 9.01 | 9.21 |
| Series FI | n/a | 8.95 |
| Series H (in equivalent CAD) | 12.09 | 11.94 |
| Series I | 8.96 | 9.17 |
| Series O | 9.00 | 9.22 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series H | 9.01 | 9.18 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | – | 108 |
| Interest for distribution purposes | 5,293 | 4,830 |
| Net realized gain (loss) on non-derivative financial assets | (242) | 4,103 |
| Net realized gain (loss) on options contracts | 18 | 7 |
| Net realized gain (loss) on currency forward contracts | (2,288) | (6,762) |
| Net realized gain (loss) on futures contracts | 1,004 | (1,218) |
| Net realized gain (loss) on swap contracts | – | 22 |
| Change in unrealized gain (loss) on non-derivative financial assets | (3,584) | 239 |
| Change in unrealized gain (loss) on currency forward contracts | 282 | (392) |
| Change in unrealized gain (loss) on currency spot contracts | (1) | – |
| Change in unrealized gain (loss) on futures contracts | 1,360 | (450) |
| Net gain (loss) on investments | **1,842** | **487** |
| Securities lending | 2 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 33 | 196 |
| Total income (loss), net | **1,877** | **683** |
| **EXPENSES** | | |
| Management fees (note 5) | 457 | 581 |
| Fixed administration fees (note 6) | 109 | 123 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 3 | – |
| Foreign withholding taxes/tax reclaims | – | (3) |
| Harmonized Sales Tax/Goods and Services Tax | 53 | 68 |
| Transaction costs | 2 | 3 |
| Total expenses | **625** | **773** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **625** | **773** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **1,252** | **(90)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (84) | (431) |
| Series E | (1) | (14) |
| Series F | 70 | (44) |
| Series FI | 3 | (3) |
| Series H (in equivalent CAD) | 8 | 15 |
| Series I | 6 | –** |
| Series O | 1,250 | 387 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series H | 6 | 11 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (0.02) | (0.07) |
| Series E | –** | (0.06) |
| Series F | 0.03 | (0.02) |
| Series FI | 0.03 | (0.01) |
| Series H (in equivalent CAD) | 0.39 | 1.27 |
| Series I | 0.06 | (0.01) |
| Series O | 0.06 | 0.02 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series H | 0.30 | 0.96 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 5,333,600 | 6,890,537 |
| Series E | 332,895 | 230,141 |
| Series F | 2,453,699 | 2,559,326 |
| Series FI | 96,355 | 253,456 |
| Series H | 20,645 | 11,436 |
| Series I | 104,478 | 222,151 |
| Series O | 20,683,118 | 18,198,404 |

**This yields a non-zero amount which rounds to zero.

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 52,769 | 69,950 |
| Series E | 2,522 | 1,229 |
| Series F | 22,925 | 24,932 |
| Series FI | 1,023 | 2,675 |
| Series H | 242 | 119 |
| Series I | 952 | 3,005 |
| Series O | 182,332 | 169,596 |
| | **262,765** | **271,506** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (84) | (431) |
| Series E | (1) | (14) |
| Series F | 70 | (44) |
| Series FI | 3 | (3) |
| Series H | 8 | 15 |
| Series I | 6 | – |
| Series O | 1,250 | 387 |
| | **1,252** | **(90)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (357) | (423) |
| Series E | (22) | (14) |
| Series F | (271) | (261) |
| Series FI | (9) | (26) |
| Series H | (2) | (1) |
| Series I | (15) | (30) |
| Series O | (2,962) | (2,512) |
| From return of capital | | |
| Series A | (663) | (896) |
| Series E | (42) | (32) |
| Series F | (300) | (334) |
| Series FI | (9) | (32) |
| Series H | (3) | (2) |
| Series I | (14) | (28) |
| Series O | (2,840) | (2,577) |
| | **(7,509)** | **(7,168)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,549 | 2,825 |
| Series E | 2,463 | 1,109 |
| Series F | 3,131 | 2,050 |
| Series FI | – | 280 |
| Series H | 26 | 40 |
| Series O | 17,695 | 10,827 |
| Reinvested distributions | | |
| Series A | 750 | 898 |
| Series E | 43 | 37 |
| Series F | 404 | 446 |
| Series FI | 16 | 46 |
| Series H | 3 | 2 |
| Series I | 26 | 56 |
| Series O | 5,802 | 5,089 |
| Payments on redemption | | |
| Series A | (10,816) | (12,088) |
| Series E | (1,952) | (189) |
| Series F | (3,953) | (3,404) |
| Series FI | (1,024) | (627) |
| Series I | (27) | (1,923) |
| Series O | (10,865) | (6,678) |
| | **3,271** | **(1,204)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (9,621) | (10,115) |
| Series E | 489 | 897 |
| Series F | (919) | (1,547) |
| Series FI | (1,023) | (362) |
| Series H | 32 | 54 |
| Series I | (24) | (1,925) |
| Series O | 8,080 | 4,536 |
| | **(2,986)** | **(8,462)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 43,148 | 59,835 |
| Series E | 3,011 | 2,126 |
| Series F | 22,006 | 23,385 |
| Series FI | n/a | 2,313 |
| Series H | 274 | 173 |
| Series I | 928 | 1,080 |
| Series O | 190,412 | 174,132 |
| | **259,779** | **263,044** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 1,252 | (90) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 242 | (4,103) |
| Net realized (gain) loss on options contracts | (18) | (7) |
| Unrealized foreign currency translation (gain) loss | 17 | (185) |
| Change in unrealized (gain) loss on non-derivative financial assets | 3,584 | (239) |
| Change in unrealized (gain) loss on currency forward contracts | (282) | 392 |
| Change in unrealized (gain) loss on currency spot contracts | 1 | – |
| Change in unrealized (gain) loss on futures contracts | (1,360) | 450 |
| Purchases of portfolio investments | (58,161) | (39,442) |
| Proceeds from sale of portfolio investments | 60,373 | 47,348 |
| Margin deposited on derivatives | (830) | 1,810 |
| Accrued investment income and other | 22 | 262 |
| Accrued expenses and other payables | (16) | (15) |
| **Net cash provided by (used in) operating activities** | **4,824** | **6,181** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 20,901 | 14,384 |
| Amounts paid on redemption of redeemable units | (24,646) | (22,980) |
| Distributions to unitholders of redeemable units | (465) | (594) |
| **Net cash provided by (used in) financing activities** | **(4,210)** | **(9,190)** |
| Unrealized foreign currency translation gain (loss) | (17) | 185 |
| Net increase (decrease) in cash | 597 | (2,824) |
| Cash (bank overdraft), beginning of period | 2,321 | 11,491 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **2,918** | **8,667** |
| Interest paid[1] | 3 | – |
| Interest received[1] | 5,315 | 5,092 |
| Dividends received, net of withholding taxes[1] | – | 111 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (96.1%)** | | | |
| **Canadian Bonds and Debentures (69.2%)** | | | |
| **Federal (3.8%)** | | | |
| Canada Housing Trust, 1.031% Sep. 15 17 | 210 | 211 | 210 |
| Canada Housing Trust, 0.871% Sep. 15 18 | 193 | 193 | 193 |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | 1,848 | 1,847 | 1,844 |
| Government of Canada, 3.50% Jun. 01 20 | 2,900 | 3,220 | 3,147 |
| Government of Canada, 0.75% Mar. 01 21 | 4,000 | 4,024 | 3,948 |
| Government of Canada, 3.50% Dec. 01 45 | 352 | 470 | 438 |
| | | **9,965** | **9,780** |
| **Corporate (65.4%)** | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | 1,122 | 1,214 | 1,180 |
| AltaGas Ltd., 4.55% Jan. 17 19 | 1,300 | 1,434 | 1,371 |
| AltaGas Ltd., 4.07% Jun. 01 20 | 2,527 | 2,722 | 2,685 |
| AltaLink, L.P., 3.265% Mar. 05 20, Series 13-1 | 899 | 894 | 929 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | 3,431 | 3,488 | 3,598 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | 350 | 385 | 381 |
| AltaLink, L.P., 3.399% Mar. 06 24 | 1,400 | 1,544 | 1,490 |
| AltaLink Investments, L.P., 3.674% Mar. 05 19 | 2,702 | 2,708 | 2,804 |
| Bank of Montreal, 2.84% Jun. 04 20 | 445 | 472 | 461 |
| Bank of Montreal, 2.10% Oct. 06 20 | 2,600 | 2,643 | 2,629 |
| Bank of Montreal, 1.88% Mar. 31 21 | 909 | 908 | 908 |
| Bank of Montreal, 3.40% Apr. 23 21 | 874 | 937 | 927 |
| Bank of Montreal, 1.61% Oct. 28 21 | 2,175 | 2,175 | 2,135 |
| Bank of Montreal, 2.12% Mar. 16 22 | 1,253 | 1,248 | 1,253 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | 437 | 447 | 445 |
| Bank of Nova Scotia (The), 3.27% Jan. 11 21 | 3,160 | 3,394 | 3,329 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | 1,780 | 1,876 | 1,847 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | 126 | 126 | 125 |
| bcIMC Realty Corporation, 2.79% Aug. 02 18 | 1,566 | 1,566 | 1,601 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | 1,895 | 1,919 | 1,904 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | 160 | 172 | 170 |
| Bell Canada, 4.40% Mar. 16 18, Series "M-22" | 750 | 782 | 777 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | 2,813 | 2,945 | 2,927 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | 609 | 660 | 672 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | 2,722 | 2,843 | 2,933 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | 701 | 729 | 773 |
| Brookfield Asset Management Inc., 3.80% Dec. 16 26 | 561 | 561 | 557 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | 1,193 | 1,192 | 1,167 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | 1,032 | 1,109 | 1,130 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | 2,869 | 2,932 | 3,123 |
| Canadian Imperial Bank of Commerce, 2.22% Mar. 07 18 | 699 | 715 | 707 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | 975 | 1,010 | 995 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | 5,063 | 5,082 | 5,080 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | 1,799 | 1,799 | 1,837 |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | 3,243 | 3,242 | 3,310 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | 1,478 | 1,477 | 1,498 |
| Canadian Natural Resources Limited, 3.55% Mar. 03 24 | 1,786 | 1,779 | 1,806 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | 1,450 | 1,386 | 1,531 |
| CI Financial Corp., 2.645% Dec. 07 20 | 1,527 | 1,527 | 1,533 |
| CU Inc., 6.80% Aug. 13 19 | 3,036 | 3,712 | 3,445 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | 3,768 | 4,086 | 4,064 |
| Emera Incorporated, 2.90% Jun. 16 23 | 595 | 595 | 593 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | 2,293 | 2,543 | 2,488 |
| Enbridge Pipelines Inc., 3.79% May 17 23 | 1,285 | 1,387 | 1,378 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | 701 | 701 | 701 |
| First Capital Realty Inc., 5.85% Jan. 31 17, Series "H" | 350 | 384 | 351 |
| First Capital Realty Inc., 4.50% Mar. 01 21, Series "N" | 3,876 | 3,894 | 4,175 |
| First Capital Realty Inc., 4.43% Jan. 31 22, Series "O" | 1,300 | 1,429 | 1,399 |
| Fortis Inc., 2.85% Oct. 12 23 | 1,280 | 1,281 | 1,283 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | 1,458 | 1,458 | 1,450 |
| H&R Real Estate Investment Trust, 4.45% Mar. 02 20, Series "F" | 1,398 | 1,410 | 1,479 |
| Hydro One Inc., 1.62% Apr. 30 20 | 1,170 | 1,170 | 1,170 |
| Hydro One Inc., 1.84% Feb. 24 21 | 2,624 | 2,624 | 2,634 |
| IGM Financial Inc., 7.35% Apr. 08 19 | 5,960 | 7,301 | 6,677 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | 349 | 369 | 362 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | 933 | 1,037 | 1,034 |
| Inter Pipeline Ltd., 1.385% May 30 17 | 1,063 | 1,063 | 1,063 |
| Inter Pipeline Ltd., 2.608% Jul. 13 23 | 788 | 788 | 780 |
| Inter Pipeline Ltd., 3.484% Sep. 16 26 | 800 | 800 | 812 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | 845 | 954 | 930 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | 823 | 871 | 873 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | 1,458 | 1,485 | 1,514 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | 1,956 | 1,956 | 1,994 |
| OMERS Realty Corporation, 2.473% Nov. 12 19 | 2,909 | 2,911 | 2,977 |
| OMERS Realty Corporation, 3.203% Jul. 24 20 | 1,276 | 1,276 | 1,337 |
| OMERS Realty Corporation, 3.358% Jun. 05 23 | 1,205 | 1,181 | 1,271 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | 2,293 | 2,334 | 2,407 |
| Rogers Communications Inc., 3.00% Jun. 06 17 | 907 | 930 | 914 |
| Rogers Communications Inc., 2.80% Mar. 13 19 | 574 | 574 | 589 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | 2,890 | 3,306 | 3,257 |
| Royal Bank of Canada, 2.26% Mar. 12 18 | 1,000 | 1,016 | 1,012 |
| Royal Bank of Canada, 2.98% May 07 19 | 6,700 | 6,896 | 6,924 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | 271 | 278 | 277 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | 38 | 40 | 39 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | 1,806 | 1,816 | 1,813 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | 1,696 | 1,696 | 1,671 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | 1,621 | 1,621 | 1,610 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | 1,230 | 1,346 | 1,342 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | 792 | 792 | 806 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | 1,505 | 1,508 | 1,570 |
| Suncor Energy Inc., 5.80% May 22 18 | 1,315 | 1,452 | 1,393 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | 566 | 565 | 559 |
| TELUS Corporation, 4.95% Mar. 15 17, Series "CD" | 415 | 451 | 418 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | 1,480 | 1,652 | 1,633 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | 1,439 | 1,435 | 1,431 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | 5,237 | 5,306 | 5,351 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | 100 | 103 | 103 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | 1,038 | 1,072 | 1,067 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | 4,779 | 4,779 | 4,650 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | 1,090 | 1,158 | 1,146 |
| Union Gas Limited, 8.75% Aug. 03 18, Series 1993 | 1,000 | 1,261 | 1,107 |
| Union Gas Limited, 3.79% Apr. 10 23 | 2,735 | 2,895 | 2,967 |
| Union Gas Limited, 3.19% Jun. 17 25, Series 13 | 31 | 32 | 32 |
| Union Gas Limited, 2.81% Mar. 01 26 | 353 | 353 | 353 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | 2,433 | 2,469 | 2,495 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | 1,157 | 1,152 | 1,215 |
| Videotron Ltd., 5.625% Mar. 15 25 | 3,790 | 3,733 | 3,912 |
| Westcoast Energy Inc., 3.12% Dec. 05 22 | 3,032 | 3,078 | 3,102 |
| | | **169,807** | **169,927** |
| **Foreign Bonds and Debentures (26.9%)** | | | |
| **Australia (1.7%)** | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | 4,420 | **4,424** | **4,478** |
| **Belgium (1.3%)** | | | |
| Anheuser-Busch InBev Worldwide Inc., 2.375% Jan. 25 18 | 3,253 | **3,253** | **3,293** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (96.1%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (26.9%) (cont'd)** | | | | |
| **France (1.0%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 1,675 | **2,021** | **2,501** |
| **United Kingdom (1.4%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 3,387 | 3,510 | 3,490 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 249 | 247 | 253 |
| | | | **3,757** | **3,743** |
| **United States (21.5%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 1,000 | 1,236 | 1,321 |
| Aetna Inc., 3.20% Mar. 15 26 | USD | 1,746 | 2,258 | 2,324 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 2,602 | 3,376 | 3,502 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 800 | 1,085 | 1,103 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 2,103 | 2,683 | 3,081 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 653 | 941 | 968 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 1,128 | 2,201 | 2,051 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 1,920 | 2,803 | 2,795 |
| Crown Castle Towers LLC, 3.222% May 15 21, Class C-2022 | USD | 1,071 | 1,298 | 1,464 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 1,860 | 2,413 | 2,521 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 563 | 782 | 778 |
| Medtronic, Inc., 2.50% Mar. 15 20 | USD | 165 | 207 | 224 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 3,444 | 4,343 | 4,740 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 296 | 382 | 410 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 1,755 | 2,658 | 2,690 |
| Silgan Holdings Inc., 5.50% Aug. 01 17 | USD | 940 | 985 | 1,316 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 209 | 274 | 290 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 1,662 | 2,116 | 2,270 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 2,042 | 2,982 | 2,957 |
| UnitedHealth Group Incorporated, 2.30% Dec. 15 19 | USD | 1,523 | 1,933 | 2,061 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 1,839 | 2,300 | 2,505 |
| UnitedHealth Group Incorporated, 3.35% Jul. 15 22 | USD | 628 | 814 | 869 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 1,031 | 1,224 | 1,483 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 944 | 1,111 | 1,404 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 1,195 | 1,682 | 1,613 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 3,191 | 4,135 | 4,221 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 447 | 592 | 609 |
| Wells Fargo & Company, 2.50% Mar. 04 21 | USD | 1,799 | 2,333 | 2,399 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 1,480 | 1,845 | 1,907 |
| | | | **52,992** | **55,876** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.1%)** | | | **246,219** | **249,598** |
| **TRANSACTION COSTS (0.0%)** | | | – | – |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.1%)** | | | **246,219** | **249,598** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.1%)** | | | – | **194** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.3%)** | | | | |
| Canadian | | | (116) | (116) |
| Foreign | | | 3,030 | 3,034 |
| **Money Market Instruments** | | | | |
| Government of Canada T-Bill, 0.00%, Feb. 23 17 | | 3,000 | 2,998 | 2,998 |
| | | | **5,912** | **5,916** |
| **OTHER NET ASSETS (LIABILITIES) (1.5%)** | | | | **4,071** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **259,779** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

## Schedule of Derivative Instruments

### *Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD 7,276 | (USD) (5,400) | 0.742 | 0.745 | 26 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 6,870 | (USD) (5,100) | 0.742 | 0.745 | 23 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 5,390 | (USD) (4,000) | 0.742 | 0.745 | 20 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 16,715 | (USD) (12,400) | 0.742 | 0.745 | 69 |
| | | | | | | | **138** |

### *Unrealized Gain on Currency Forward Contracts – Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 3 | (USD) (2) | 0.739 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 19 | (CAD) (25) | 1.323 | 1.342 | – |
| | | | | | | | – |

| | |
|---|---|
| Total Unrealized Gain on Currency Forward Contracts | **138** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 7,131 | (USD) (5,335) | 0.748 | 0.745 | (28) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 13,228 | (USD) (9,912) | 0.749 | 0.745 | (70) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 6,076 | (USD) (4,553) | 0.749 | 0.745 | (34) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 1,873 | (USD) (1,400) | 0.748 | 0.745 | (6) |
| Bank of Montreal | A-1 | 19-Jan-17 | USD 1,600 | (CAD) (2,165) | 1.353 | 1.342 | (17) |
| | | | | | | | **(155)** |

***Unrealized Loss on Currency Forward Contracts – Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 186 | (CAD) (251) | 1.347 | 1.342 | (1) |
| | | | | | | | **(1)** |

| | |
|---|---|
| Total Unrealized Loss on Currency Forward Contracts | **(156)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series H.

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (143) | CAD | 138.8600 | 22-Mar-17 | (19,857) | (19,667) | 190 |
| United States Treasury 2 Year Bond Futures, Mar. 17 | (9) | USD | 108.4688 | 31-Mar-17 | (2,622) | (2,619) | 3 |
| United States Treasury 5 Year Bond Futures, Mar. 17 | (25) | USD | 118.2344 | 31-Mar-17 | (3,969) | (3,950) | 19 |
| | | | | | **(26,448)** | **(26,236)** | **212** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide income and capital appreciation from an actively managed and diversified portfolio of primarily investment grade fixed income securities issued by corporations based in North America.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 11,450 | 18,821 |
| 1-3 years | 67,952 | 81,182 |
| 3-5 years | 74,503 | 75,840 |
| 5-10 years | 91,781 | 80,859 |
| > 10 years | 7,122 | 5,278 |
| | **252,808** | **261,980** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $2,507,000 or approximately 1.0% (June 30, 2016 – $2,511,000 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 62,798 | (62,411) | 387 | 0.1 |
| | **62,798** | **(62,411)** | **387** | **0.1** |

Series H

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 274 | (272) | 2 | 0.0 |
| | **274** | **(272)** | **2** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 64,996 | (57,219) | 8,020 | 3.1 |
| | **64,996** | **(57,219)** | **8,020** | **3.1** |

Series H

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 242 | (242) | (0) | 0.0 |
| | **242** | **(242)** | **(0)** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $39,000 or approximately 0.0% (June 30, 2016 – $754,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 1.2 | 1.2 | 5.7 | 5.7 |
| AAA | 3.9 | 3.8 | 5.2 | 5.2 |
| AA | 18.0 | 17.5 | 17.1 | 17.1 |
| A | 41.2 | 40.1 | 39.5 | 39.7 |
| BBB | 33.3 | 32.4 | 30.3 | 30.3 |
| BB | 2.1 | 2.0 | 1.9 | 1.9 |
| Unrated | 0.3 | 0.3 | 0.3 | 0.3 |
| | **100.0** | **97.3** | **100.0** | **100.2** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **96.1** | **94.5** |
| **Canadian Bonds and Debentures** | | |
| Federal | 3.8 | 3.9 |
| Corporate | 65.4 | 61.5 |
| **Foreign Bonds and Debentures** | | |
| Australia | 1.7 | 2.3 |
| Belgium | 1.3 | 1.3 |
| France | 1.0 | 1.0 |
| United Kingdom | 1.4 | 1.1 |
| United States | 21.5 | 23.4 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.3** | **6.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 249,598 | – | 249,598 |
| Money market instruments | – | 2,998 | – | 2,998 |
| Unrealized gain on currency forward contracts | – | 138 | – | 138 |
| Unrealized gain on futures contracts | 212 | – | – | 212 |
| | **212** | **252,734** | **–** | **252,946** |
| Unrealized loss on currency forward contracts | – | (156) | – | (156) |
| | **212** | **252,578** | **–** | **252,790** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 248,139 | – | 248,139 |
| Money market instruments | – | 14,988 | – | 14,988 |
| Unrealized gain on currency forward contracts | – | 69 | – | 69 |
| Unrealized gain on currency spot contracts | – | 1 | – | 1 |
| | **–** | **263,197** | **–** | **263,197** |
| Unrealized loss on currency forward contracts | – | (369) | – | (369) |
| Unrealized loss on futures contracts | (1,148) | – | – | (1,148) |
| | **(1,148)** | **262,828** | **–** | **261,680** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 138 | (124) | – | 14 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **138** | **(124)** | **–** | **14** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 156 | (124) | – | 32 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **156** | **(124)** | **–** | **32** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 69 | (19) | – | 50 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **69** | **(19)** | **–** | **50** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 369 | (19) | – | 350 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **369** | **(19)** | **–** | **350** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Credit Spectrum Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 413,091 | 404,065 |
| Unrealized gain on currency forward contracts | 675 | 963 |
| Cash | 7,880 | 35,236 |
| Margin deposited on derivatives | 5,921 | 3,995 |
| Receivable for securities sold | 1,818 | – |
| Subscriptions receivable | 185 | 214 |
| Accrued investment income and other | 3,843 | 4,339 |
| | **433,413** | **448,812** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 114 | 140 |
| Payable for securities purchased | 1,169 | – |
| Redemptions payable | 691 | 1,752 |
| Accrued expenses | 109 | 102 |
| Unrealized loss on currency forward contracts | 3,556 | 3,040 |
| Unrealized loss on futures contracts | – | 820 |
| Unrealized loss on swap contracts | 3,209 | 1,908 |
| | **8,848** | **7,762** |
| **Net assets attributable to holders of redeemable units** | **424,565** | **441,050** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 60,090 | 71,691 |
| Series E | 1,797 | 2,752 |
| Series F | 14,918 | 15,426 |
| Series FH (in equivalent CAD) | 828 | 753 |
| Series FI | n/a | 2,881 |
| Series H (in equivalent CAD) | 265 | 1,676 |
| Series I | 670 | 1,053 |
| Series O | 345,997 | 344,818 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 617 | 579 |
| Series H | 197 | 1,288 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 9.09 | 8.98 |
| Series E | 8.95 | 8.84 |
| Series F | 9.11 | 8.99 |
| Series FH (in equivalent CAD) | 12.60 | 11.93 |
| Series FI | n/a | 8.83 |
| Series H (in equivalent CAD) | 12.59 | 11.92 |
| Series I | 9.09 | 8.99 |
| Series O | 9.04 | 8.94 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series FH | 9.38 | 9.17 |
| Series H | 9.38 | 9.17 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 303 | 598 |
| Interest for distribution purposes | 12,419 | 15,108 |
| Net realized gain (loss) on non-derivative financial assets | 7,950 | 10,180 |
| Net realized gain (loss) on options contracts | (1,633) | 211 |
| Net realized gain (loss) on currency forward contracts | (8,277) | (24,117) |
| Net realized gain (loss) on futures contracts | (94) | – |
| Net realized gain (loss) on swap contracts | (1,445) | (3,975) |
| Change in unrealized gain (loss) on non-derivative financial assets | 14,328 | (17,898) |
| Change in unrealized gain (loss) on options contracts | – | 115 |
| Change in unrealized gain (loss) on currency forward contracts | (804) | (9,945) |
| Change in unrealized gain (loss) on currency spot contracts | – | 1 |
| Change in unrealized gain (loss) on futures contracts | 820 | – |
| Change in unrealized gain (loss) on swap contracts | (1,301) | 4,282 |
| Net gain (loss) on investments | **22,266** | **(25,440)** |
| Securities lending | 54 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 209 | 830 |
| Total income (loss), net | **22,529** | **(24,610)** |
| **EXPENSES** | | |
| Management fees (note 5) | 679 | 1,117 |
| Fixed administration fees (note 6) | 160 | 210 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 102 | 309 |
| Harmonized Sales Tax/Goods and Services Tax | 106 | 161 |
| Transaction costs | 37 | 44 |
| Total expenses | **1,086** | **1,843** |
| Expenses absorbed by the Manager | – | (3) |
| Net expenses | **1,086** | **1,840** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **21,443** | **(26,450)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 2,791 | (6,914) |
| Series E | 106 | (252) |
| Series F | 684 | (1,722) |
| Series FH (in equivalent CAD) | 65 | 44 |
| Series FI | 97 | (263) |
| Series H (in equivalent CAD) | 51 | 93 |
| Series I | 49 | (124) |
| Series O | 17,600 | (17,312) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 49 | 33 |
| Series H | 39 | 71 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.38 | (0.61) |
| Series E | 0.35 | (0.64) |
| Series F | 0.44 | (0.56) |
| Series FH (in equivalent CAD) | 1.01 | 0.54 |
| Series FI | 0.37 | (0.58) |
| Series H (in equivalent CAD) | 0.75 | 0.45 |
| Series I | 0.49 | (0.53) |
| Series O | 0.46 | (0.52) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.77 | 0.41 |
| Series H | 0.57 | 0.34 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 7,368,900 | 11,316,561 |
| Series E | 303,486 | 396,800 |
| Series F | 1,543,019 | 3,026,758 |
| Series FH | 64,115 | 81,194 |
| Series FI | 263,767 | 455,105 |
| Series H | 68,067 | 206,169 |
| Series I | 99,867 | 232,174 |
| Series O | 38,228,108 | 32,960,626 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Credit Spectrum Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 71,691 | 119,089 |
| Series E | 2,752 | 3,719 |
| Series F | 15,426 | 31,473 |
| Series FH | 753 | 1,177 |
| Series FI | 2,881 | 4,025 |
| Series H | 1,676 | 2,798 |
| Series I | 1,053 | 2,503 |
| Series O | 344,818 | 261,163 |
| | **441,050** | **425,947** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 2,791 | (6,914) |
| Series E | 106 | (252) |
| Series F | 684 | (1,722) |
| Series FH | 65 | 44 |
| Series FI | 97 | (263) |
| Series H | 51 | 93 |
| Series I | 49 | (124) |
| Series O | 17,600 | (17,312) |
| | **21,443** | **(26,450)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (1,224) | (2,314) |
| Series E | (51) | (84) |
| Series F | (331) | (763) |
| Series FH | (18) | (27) |
| Series FI | (47) | (115) |
| Series H | (15) | (55) |
| Series I | (26) | (73) |
| Series O | (9,536) | (9,779) |
| From return of capital | | |
| Series A | (595) | (484) |
| Series E | (23) | (18) |
| Series F | (121) | (116) |
| Series FH | (4) | – |
| Series FI | (17) | (26) |
| Series H | (3) | (3) |
| Series I | (8) | (7) |
| Series O | (4,079) | (2,268) |
| | **(16,098)** | **(16,132)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,072 | 5,191 |
| Series E | 147 | 1,006 |
| Series F | 4,665 | 5,303 |
| Series FH | 30 | 96 |
| Series FI | 12 | 1,517 |
| Series H | – | 7 |
| Series I | – | 82 |
| Series O | 10,899 | 97,762 |
| Reinvested distributions | | |
| Series A | 1,328 | 2,077 |
| Series E | 44 | 73 |
| Series F | 251 | 583 |
| Series FH | 19 | 23 |
| Series FI | 46 | 79 |
| Series H | 18 | 52 |
| Series I | 22 | 58 |
| Series O | 6,487 | 12,047 |
| Payments on redemption | | |
| Series A | (14,973) | (26,065) |
| Series E | (1,178) | (1,299) |
| Series F | (5,656) | (10,538) |
| Series FH | (17) | (449) |
| Series FI | (2,972) | (1,119) |
| Series H | (1,462) | (754) |
| Series I | (420) | (732) |
| Series O | (20,192) | (11,580) |
| | **(21,830)** | **73,420** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (11,601) | (28,509) |
| Series E | (955) | (574) |
| Series F | (508) | (7,253) |
| Series FH | 75 | (313) |
| Series FI | (2,881) | 73 |
| Series H | (1,411) | (660) |
| Series I | (383) | (796) |
| Series O | 1,179 | 68,870 |
| | **(16,485)** | **30,838** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 60,090 | 90,580 |
| Series E | 1,797 | 3,145 |
| Series F | 14,918 | 24,220 |
| Series FH | 828 | 864 |
| Series FI | n/a | 4,098 |
| Series H | 265 | 2,138 |
| Series I | 670 | 1,707 |
| Series O | 345,997 | 330,033 |
| | **424,565** | **456,785** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 21,443 | (26,450) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (7,950) | (10,180) |
| Net realized (gain) loss on options contracts | 1,633 | (211) |
| Unrealized foreign currency translation (gain) loss | 8 | (687) |
| Change in unrealized (gain) loss on non-derivative financial assets | (14,328) | 17,898 |
| Change in unrealized (gain) loss on options contracts | – | (115) |
| Change in unrealized (gain) loss on currency forward contracts | 804 | 9,945 |
| Change in unrealized (gain) loss on currency spot contracts | – | (1) |
| Change in unrealized (gain) loss on futures contracts | (820) | – |
| Change in unrealized (gain) loss on swap contracts | 1,301 | (4,282) |
| Other non-cash transactions | (78) | – |
| Purchases of portfolio investments | (172,999) | (167,426) |
| Proceeds from sale of portfolio investments | 184,047 | 131,129 |
| Payable for interest and dividends on securities sold short | – | (68) |
| Margin deposited on derivatives | (1,926) | 5,097 |
| Accrued investment income and other | 496 | (218) |
| Accrued expenses and other payables | (19) | (61) |
| **Net cash provided by (used in) operating activities** | **11,612** | **(45,630)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 11,576 | 108,063 |
| Amounts paid on redemption of redeemable units | (42,653) | (50,010) |
| Distributions to unitholders of redeemable units | (7,883) | (1,140) |
| **Net cash provided by (used in) financing activities** | **(38,960)** | **56,913** |
| Unrealized foreign currency translation gain (loss) | (8) | 687 |
| Net increase (decrease) in cash | (27,356) | 11,970 |
| Cash (bank overdraft), beginning of period | 35,236 | 22,260 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **7,880** | **34,230** |
| Interest paid[1] | 1 | 1 |
| Interest received[1] | 12,853 | 14,872 |
| Dividends received, net of withholding taxes[1] | 180 | 312 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Credit Spectrum Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (80.7%)** | | | | |
| **Canadian Bonds and Debentures (35.0%)** | | | | |
| **Federal (4.7%)** | | | | |
| Government of Canada, 1.50% Mar. 01 17 | | 10,000 | 10,034 | 10,016 |
| Government of Canada, 1.50% Jun. 01 26 | | 10,260 | 10,246 | 10,068 |
| | | | **20,280** | **20,084** |
| **Corporate (30.3%)** | | | | |
| Algonquin Power Co., 4.65% Feb. 15 22 | | 1,750 | 1,880 | 1,867 |
| Alimentation Couche-Tard Inc., 3.60% Mar. 02 25, Series 5 | | 6,600 | 6,600 | 6,773 |
| Baytex Energy Corp., 6.75% Jan. 27 17, Series "B" | USD | 825 | 891 | 1,065 |
| bcIMC Realty Corporation, 2.84% Mar. 03 25 | | 2,245 | 2,244 | 2,257 |
| Bell Canada, 4.70% Jun. 11 23, Series "M-29" | | 5,300 | 6,033 | 5,908 |
| Bell Canada, 2.90% May 12 26 | | 3,550 | 3,541 | 3,436 |
| Brookfield Asset Management Inc., 3.80% Dec. 16 26 | | 5,080 | 5,078 | 5,041 |
| Brookfield Infrastructure Finance ULC, 3.452% Feb. 11 22, Series 2 | | 5,650 | 5,650 | 5,740 |
| Canadian Natural Resources Limited, 3.31% Feb. 11 22 | | 2,100 | 2,100 | 2,146 |
| Canadian Oil Sands Limited, 4.50% Apr. 01 22 | USD | 7,230 | 8,473 | 9,736 |
| Canadian Oil Sands Limited, 6.00% Apr. 01 42 | USD | 1,896 | 2,382 | 2,450 |
| Choice Properties Limited Partnership, 3.00% Jun. 20 19, Series 7 | | 1,000 | 998 | 1,027 |
| Choice Properties Limited Partnership, 3.60% Apr. 20 20, Series 8 | | 3,650 | 3,729 | 3,812 |
| Choice Properties Limited Partnership, 3.60% Sep. 20 21, Series 9 | | 800 | 802 | 838 |
| Cominar Real Estate Investment Trust, 4.164% Jun. 01 22, Series 9 | | 1,600 | 1,600 | 1,631 |
| Enbridge Inc., 3.50% Mar. 10 24 | USD | 1,750 | 1,882 | 2,292 |
| Enbridge Pipelines Inc., 4.13% Feb. 09 46 | | 1,500 | 1,499 | 1,464 |
| Fairfax Financial Holdings Limited, 4.50% Mar. 22 23 | | 6,350 | 6,445 | 6,607 |
| Fairfax Financial Holdings Limited, 4.95% Mar. 03 25 | | 2,485 | 2,486 | 2,614 |
| Fairfax Financial Holdings Limited, 4.70% Sep. 16 26 | | 2,875 | 2,865 | 2,907 |
| First Capital Realty Inc., 3.95% Dec. 05 22, Series "P" | | 1,281 | 1,337 | 1,353 |
| First Quantum Minerals Ltd., 7.00% Feb. 15 18 | USD | 800 | 894 | 1,074 |
| General Motors Financial of Canada Ltd., 3.08% May 22 20 | | 2,250 | 2,249 | 2,281 |
| Granite REIT Holdings Limited Partnership, 3.873% Sep. 30 23, Series 3 | | 1,400 | 1,400 | 1,406 |
| Intact Financial Corporation, 3.77% Dec. 02 25 | | 2,000 | 2,000 | 2,116 |
| Iron Mountain Canada Operations ULC, 5.375% Sep. 15 19 | | 3,600 | 3,600 | 3,620 |
| Masonite International Corporation, 5.625% Mar. 15 18 | USD | 600 | 756 | 836 |
| Quebecor Media Inc., 6.625% Jan. 15 23 | | 5,050 | 5,214 | 5,319 |
| RioCan Real Estate Investment Trust, 3.287% Feb. 12 24, Series "W" | | 4,000 | 4,001 | 4,012 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | | 2,250 | 2,250 | 2,229 |
| Sirius XM Canada Holdings Inc., 5.625% Apr. 23 17 | | 1,050 | 1,058 | 1,061 |
| Smart Real Estate Investment Trust, 3.444% May 28 26, Series "P" | | 5,181 | 5,144 | 4,969 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 1,800 | 1,796 | 1,777 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 5,400 | 5,385 | 5,370 |
| Toronto-Dominion Bank (The), 4.859% Mar. 04 26 | | 2,000 | 2,000 | 2,191 |
| TransAlta Corporation, 5.00% Nov. 25 20 | | 750 | 756 | 771 |
| TransAlta Corporation, 4.50% Aug. 15 22 | USD | 475 | 447 | 628 |
| TransCanada PipeLines Limited, 6.35% May 15 17 | USD | 7,295 | 6,719 | 8,230 |
| Videotron Ltd., 5.625% Mar. 15 25 | | 2,095 | 2,060 | 2,162 |
| Videotron Ltd., 5.75% Sep. 15 20 | | 7,250 | 7,250 | 7,518 |
| | | | **123,494** | **128,534** |
| **Foreign Bonds and Debentures (45.7%)** | | | | |
| **Ireland (0.3%)** | | | | |
| Endo Limited/Finance LLC/Finco Inc., 6.00% Jul. 15 18 | USD | 975 | **1,356** | **1,154** |
| **Luxembourg (0.1%)** | | | | |
| Intelsat Jackson Holdings SA, 5.50% Aug. 01 18 | USD | 400 | **413** | **365** |
| **Netherlands (0.7%)** | | | | |
| Fiat Chrysler Automobiles NV, 5.25% Apr. 15 23 | USD | 2,200 | **2,739** | **3,019** |
| **Singapore (0.5%)** | | | | |
| Flex Ltd., 4.75% Mar. 15 25 | USD | 1,450 | **1,789** | **2,063** |

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (80.7%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (45.7%) (cont'd)** | | | | |
| **United Kingdom (0.3%)** | | | | |
| Jaguar Land Rover Automotive PLC, 4.125% Dec. 15 18 | USD | 1,000 | **1,062** | **1,385** |
| **United States (43.8%)** | | | | |
| Aleris International, Inc., 7.875% Jan. 30 17 | USD | 3,500 | 4,169 | 4,735 |
| Ally Financial Inc., 4.125% Mar. 30 20 | USD | 1,000 | 1,237 | 1,359 |
| Ally Financial Inc., 4.25% Apr. 15 21 | USD | 750 | 975 | 1,019 |
| Ally Financial Inc., 5.75% Oct. 20 25 | USD | 1,600 | 2,039 | 2,151 |
| AT&T Inc., 3.60% Dec. 17 22 | USD | 1,500 | 2,110 | 2,034 |
| Avaya Inc., 7.00% Jan. 30 17 | USD | 1,325 | 1,389 | 1,566 |
| Avaya Inc., 6.25% Apr. 28 20 | USD | 1,193 | 1,431 | 1,397 |
| Bass Pro, 5.97% Nov. 14 23 | USD | 5,250 | 6,972 | 6,993 |
| Brookside Mill CLO, Ltd., 0.00% Apr. 17 25, Series 2013-1X | USD | 4,200 | 4,262 | 2,626 |
| Cablevision Systems Corporation, variable, Sep. 09 24 | USD | 750 | 975 | 1,020 |
| Calfrac Holdings LP, 7.50% Jan. 30 17 | USD | 1,600 | 1,731 | 1,864 |
| CCO Holdings, LLC / CCO Holdings Capital Corp., 5.125% May 01 18 | USD | 400 | 504 | 555 |
| CCO Holdings, LLC / CCO Holdings Capital Corp., 5.875% May 01 21 | USD | 950 | 1,171 | 1,327 |
| Cequel Communications Holdings I, LLC/Cequel Capital Corporation, 5.125% Jan. 30 17 | USD | 4,100 | 4,279 | 5,629 |
| Charter Communications Operating, LLC, 4.464% May 23 22 | USD | 1,200 | 1,527 | 1,686 |
| Charter Communications Operating, LLC, 4.908% Apr. 23 25 | USD | 1,250 | 1,591 | 1,772 |
| Chesapeake Energy Corporation, 8.00% Dec. 15 18 | USD | 1,021 | 446 | 1,484 |
| CHS/Community Health Systems, Inc., 6.875% Feb. 01 18 | USD | 1,900 | 2,192 | 1,786 |
| Chubb Corporation (The), 6.375% Apr. 15 17 | USD | 1,135 | 1,271 | 1,436 |
| CIT Group Inc., 3.875% Feb. 19 19 | USD | 2,575 | 2,817 | 3,540 |
| CIT Group Inc., 5.00% Aug. 15 22 | USD | 750 | 989 | 1,052 |
| Citigroup Inc., 4.40% Jun. 10 25 | USD | 1,450 | 1,796 | 1,995 |
| CNH Industrial Capital LLC, 3.375% Jul. 15 19 | USD | 500 | 533 | 676 |
| CONSOL Energy Inc., 5.875% Apr. 15 17 | USD | 790 | 988 | 1,045 |
| Continental Resources, Inc., 4.90% Dec. 01 43 | USD | 1,075 | 1,264 | 1,241 |
| CSC Holdings, LLC., 5.25% Jun. 01 24 | USD | 1,150 | 1,422 | 1,513 |
| CSC Holdings, LLC, 10.875% Oct. 15 20 | USD | 2,425 | 3,228 | 3,883 |
| DaVita Inc., 5.00% May 01 20 | USD | 2,000 | 2,590 | 2,648 |
| Devon Energy Corporation, 7.95% Apr. 15 32 | USD | 1,000 | 1,083 | 1,704 |
| Devon Financing Corporation, LLC, 7.875% Sep. 30 31 | USD | 1,475 | 1,629 | 2,519 |
| Diamond 1 Finance Corp / Diamond 2, 7.125% Jun. 15 19 | USD | 640 | 812 | 955 |
| Diamond 1 Finance Corp / Diamond 2, 6.02% Mar. 15 26 | USD | 650 | 837 | 947 |
| Diamond 1 Finance Corp / Diamond 2, 8.35% Jan. 15 46 | USD | 1,560 | 2,071 | 2,587 |
| Diebold Inc., 5.25% Mar. 18 23 | USD | 2,791 | 3,639 | 3,811 |
| EMC Corporation, 3.375% Mar. 01 23 | USD | 735 | 789 | 915 |
| Frontier Communications Corporation, 11.00% Jun. 15 25 | USD | 2,450 | 3,252 | 3,409 |
| General Motors Company, 5.20% Apr. 01 45 | USD | 2,075 | 2,436 | 2,695 |
| Genworth Holdings, Inc., 4.90% Aug. 15 23 | USD | 2,005 | 1,997 | 2,234 |
| GoldenTree Loan Opportunities IX Ltd., 0.00% Oct. 29 26, Series 2014-9A | USD | 1,250 | 1,280 | 1,309 |
| Grifols Worldwide Operations USA Inc., 3.715% Feb. 27 21, Term Loan "B" | USD | 2,918 | 3,203 | 3,950 |
| Hanesbrands Inc., 4.625% Feb. 15 24 | USD | 650 | 825 | 851 |
| HCA Inc., 4.75% May 01 23 | USD | 1,215 | 1,222 | 1,674 |
| HCA Inc., 5.875% Aug. 15 25 | USD | 1,500 | 2,018 | 2,080 |
| HCA Inc., 4.50% Feb. 15 27 | USD | 500 | 658 | 661 |
| HD Supply, Inc., 3.748%, Oct. 15 23 | USD | 748 | 984 | 1,014 |
| HD Supply, Inc., 5.75% Apr. 15 19 | USD | 1,140 | 1,508 | 1,620 |
| Kinder Morgan, Inc., 5.00% Jan. 15 21 | USD | 1,850 | 2,251 | 2,648 |
| Kindred Healthcare, Inc., 6.375% Apr. 15 17 | USD | 3,150 | 3,588 | 3,791 |
| Lennar Corporation, 4.75% Aug. 15 22 | USD | 1,350 | 1,331 | 1,867 |
| Level 3 Financing, Inc., 6.125% Jan. 30 17 | USD | 1,000 | 1,045 | 1,395 |
| Level 3 Financing, Inc., 5.625% Feb. 01 18 | USD | 700 | 837 | 966 |
| Level 3 Financing, Inc., 5.125% May 01 18 | USD | 1,300 | 1,676 | 1,756 |
| Level 3 Financing, Inc., 5.375% May 01 18 | USD | 450 | 562 | 618 |
| Madison Park Funding Ltd., 0.00% Oct. 23 25, Series 2013-11X | USD | 5,500 | 5,558 | 4,379 |
| Meritor, Inc., 6.25% Feb. 15 19 | USD | 1,825 | 2,028 | 2,414 |
| MGM Growth / MGM Finance, 5.625% Feb. 01 24 | USD | 500 | 654 | 705 |
| MGM Growth Properties LLC, 3.52% Apr. 01 23, Term Loan "B" | USD | 1,935 | 2,544 | 2,633 |
| MGM Resorts International, 6.625% Dec. 15 21 | USD | 1,750 | 1,977 | 2,632 |
| MPH Acquisition Holdings LLC, 7.125% Jun. 01 19 | USD | 1,475 | 1,967 | 2,090 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Credit Spectrum Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (80.7%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (45.7%) (cont'd)** | | | | |
| **United States (43.8%) (cont'd)** | | | | |
| Neiman Marcus Group LTD LLC, 4.25% Oct. 25 20 | USD | 1,481 | 1,840 | 1,735 |
| Newfield Exploration Company, 5.375% Oct. 01 25 | USD | 1,120 | 1,413 | 1,541 |
| NRG Energy, Inc., 6.25% Jul. 15 18 | USD | 1,000 | 1,092 | 1,353 |
| Octagon Investment Partners XVI, Ltd., 0.00% Jul. 17 25, Series 2013-1X | USD | 5,800 | 5,808 | 3,648 |
| OUTFRONT Media Capital LLC, 3.00% Jan. 31 21, Term Loan "B" | USD | 413 | 451 | 557 |
| OZLM Ltd., 0.00% Jan. 20 17, Series 2014-9A, Class "Sub" | USD | 1,500 | 1,584 | 1,556 |
| Payless Inc., 5.00% Mar. 11 21, Term Loan "B" | USD | 3,424 | 3,702 | 2,433 |
| Resolute Forest Products Inc., 5.875% May 15 17 | USD | 857 | 864 | 1,041 |
| Revlon, Inc., 4.25% Jul. 14 23 | USD | 333 | 437 | 453 |
| Revlon Consumer Products Corporation, 4.27% Jul. 14 23 | USD | 1,163 | 1,523 | 1,580 |
| Sabine Pass Liquefaction, LLC, 5.625% Dec. 01 24 | USD | 1,400 | 1,755 | 2,018 |
| Serta Simmons Bedding, LLC, 4.50%, Oct. 21 23 | USD | 875 | 1,160 | 1,190 |
| Sinclair Television Group, Inc., 5.125% Aug. 15 21 | USD | 1,400 | 1,803 | 1,795 |
| Sprint Corporation, 7.125% Jun. 15 24 | USD | 1,100 | 1,209 | 1,525 |
| Sprint Corporation, 7.625% Nov. 15 24 | USD | 4,200 | 5,248 | 5,942 |
| Starwood Property Trust, Inc., 5.00% Sep. 15 21 | USD | 600 | 790 | 818 |
| Sudbury Mill CLO Ltd./LLC, 0.00% Jan. 17 26, Series 2013-1X, Class "SUB" | USD | 4,250 | 4,350 | 2,312 |
| T-Mobile USA, Inc., 6.00% Sep. 01 18 | USD | 600 | 660 | 853 |
| T-Mobile USA, Inc., 6.625% Apr. 01 18 | USD | 750 | 770 | 1,070 |
| TEGNA Inc., 5.125% Jan. 30 17 | USD | 2,370 | 2,474 | 3,270 |
| Tenet Healthcare Corporation, 5.00% Mar. 01 19 | USD | 1,225 | 1,354 | 1,612 |
| Tenet Healthcare Corporation, 8.00% Jan. 30 17 | USD | 750 | 832 | 997 |
| Time Warner Cable Inc., 4.50% Mar. 15 42 | USD | 2,365 | 2,506 | 2,886 |
| Toll Brothers Finance Corp., 4.00% Nov. 30 18 | USD | 1,950 | 2,063 | 2,694 |
| United States Steel Corporation, 8.375% Jul. 01 18 | USD | 1,350 | 1,738 | 2,008 |
| United States Treasury, 1.375% Sep. 30 23 | USD | 2,970 | 3,881 | 3,777 |
| Universal Health Services, Inc., 4.75% Aug. 01 17 | USD | 916 | 1,240 | 1,251 |
| Universal Hospital Services, Inc., 7.625% Jan. 30 17 | USD | 1,950 | 2,311 | 2,605 |
| Univision Communications, Inc., 4.00% Mar. 01 20, Term Loan "C3" | USD | 1,943 | 2,100 | 2,626 |
| Univision Communications, Inc., 5.125% May 15 18 | USD | 825 | 1,064 | 1,095 |
| Voya Financial, Inc., 5.65% May 15 23 | USD | 1,210 | 1,467 | 1,602 |
| Washington Mill CLO Ltd., 5.731% Jan. 19 17, Series 2014-1A, Class "E" | USD | 2,000 | 2,025 | 2,246 |
| Wells Fargo & Company, 5.90% Jun. 15 24 | USD | 800 | 1,090 | 1,081 |
| | | | **174,763** | **186,031** |
| **EQUITIES (14.5%)** | | | | |
| **Canadian Preferred Equities (3.9%)** | | | | |
| Brookfield Asset Management Inc., 4.50%, Class "A", Series 26 | | 8,400 | 143 | 145 |
| Brookfield Asset Management Inc., 4.40%, Class "A", Series 38 | | 10,000 | 232 | 207 |
| Brookfield Office Properties Canada, 4.60%, Class "AAA", Series "T" | | 8,500 | 169 | 173 |
| Brookfield Renewable Power Preferred Equity Inc., 5.59%, Class "A" Preferred Limited Partnership Units, Series 5 | | 8,000 | 144 | 166 |
| Enbridge Inc., 4.00%, Redeemable, Series "B" | | 14,200 | 328 | 245 |
| Enbridge Inc., 4.00%, Series "D" | | 102,950 | 1,709 | 1,767 |
| Enbridge Inc., 4.00%, Series "F" | | 47,200 | 872 | 828 |
| Enbridge Inc., 4.00%, Series "H" | | 19,000 | 315 | 303 |
| Enbridge Inc., 4.00%, Redeemable, Series "J" | | 50,050 | 1,276 | 1,489 |
| Enbridge Inc., 4.00%, Series "L" | | 31,050 | 790 | 922 |
| Enbridge Inc., 4.00%, Redeemable, Series "N" | | 100 | 2 | 2 |
| Enbridge Inc., 4.00%, Redeemable, Series 1 | | 26,975 | 692 | 797 |
| Enbridge Inc., 4.40%, Series 5 | | 19,800 | 519 | 572 |
| Enbridge Inc., 4.40%, Redeemable, Series 7 | | 15,100 | 271 | 282 |
| Enbridge Inc., 4.40%, Redeemable, Series 11 | | 9,345 | 213 | 175 |
| Enbridge Inc., 4.40%, Redeemable, Series 13 | | 19,385 | 448 | 366 |
| Enbridge Inc., 4.40%, Redeemable, Series 15 | | 21,655 | 406 | 412 |
| Fairfax Financial Holdings Limited, 5.75%, Series "C" | | 34,700 | 762 | 705 |
| Manulife Financial Corporation, 3.90%, Non-Cumulative, Class 1, Series 17 | | 14,500 | 303 | 292 |
| Royal Bank of Canada, 3.60%, Non-Cumulative, Series "BF" | | 14,100 | 260 | 303 |
| Toronto-Dominion Bank (The), 4.85%, Non-Cumulative, Series 14 | | 130,200 | 3,254 | 3,359 |
| TransCanada Corporation, 4.90%, First Preferred, Series 15 | | 118,200 | 2,954 | 3,009 |
| | | | **16,062** | **16,519** |
| **Foreign Preferred Equities (1.5%)** | | | | |
| Fifth Third Bancorp, 4.90%, Non-Cumulative, Series "J" | | 3,250 | 3,624 | 4,071 |
| KeyCorp, 5.00% Non-Cumulative, Series "D" | | 1,940 | 2,402 | 2,409 |
| | | | **6,026** | **6,480** |
| **United States (9.1%)** | | | | |
| iShares iBoxx High Yield Corporate Bond ETF | | 253,998 | 28,421 | 29,517 |
| Level 3 Communications, Inc. | | 64,000 | 4,441 | 4,843 |
| Voya Prime Rate Trust | | 583,521 | 4,080 | 4,341 |
| | | | **36,942** | **38,701** |
| **INVESTMENTS IN UNDERLYING FUNDS (2.1%)** | | | | |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | | 902,134 | **8,780** | **8,756** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.3%)** | | | **393,706** | **413,091** |
| **TRANSACTION COSTS (0.0%)** | | | **(49)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.3%)** | | | **393,657** | **413,091** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–1.4%)** | | | **–** | **(6,090)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.9%)** | | | | |
| Canadian | | | 7,828 | 7,828 |
| Foreign | | | 52 | 52 |
| | | | **7,880** | **7,880** |
| **OTHER NET ASSETS (LIABILITIES) (2.2%)** | | | | **9,684** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **424,565** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Credit Spectrum Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 22-Mar-17 | CAD 37,395 | (USD) (27,641) | 0.739 | 0.745 | 316 |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 6,766 | (USD) (5,000) | 0.739 | 0.745 | 57 |
| Bank of Montreal | A-1 | 22-Mar-17 | CAD 34,222 | (USD) (25,300) | 0.739 | 0.745 | 283 |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 812 | (USD) (600) | 0.739 | 0.745 | 6 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 806 | (USD) (600) | 0.745 | 0.745 | – |
| State Street Trust Company Canada | A-1+ | 19-Jan-17 | USD 5,000 | (CAD) (6,699) | 1.340 | 1.342 | 13 |
| | | | | | | | **675** |

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 16 | (USD) (12) | 0.743 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 64 | (USD) (48) | 0.742 | 0.745 | – |
| | | | | | | | **–** |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **675** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 72,338 | (USD) (55,353) | 0.765 | 0.745 | (1,968) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 51,267 | (USD) (39,034) | 0.761 | 0.745 | (1,110) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 1,573 | (USD) (1,200) | 0.763 | 0.745 | (38) |
| Bank of Montreal | A-1 | 20-Apr-17 | CAD 72,073 | (USD) (54,072) | 0.750 | 0.746 | (436) |
| | | | | | | | **(3,552)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 37 | (USD) (28) | 0.755 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 893 | (CAD) (1,203) | 1.347 | 1.342 | (4) |
| | | | | | | | **(4)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(3,556)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Swap Contracts***

**Credit Default Swaps (centrally cleared)**

| Termination Date | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|
| **Markit CDX North America High Yield Index 25 Swap** | | | |
| 20-Dec-20 | USD 35,000,000 | 5.000 | (3,209) |
| | | | **(3,209)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Credit Spectrum Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve a high level of interest income and the potential for some long-term capital growth by investing primarily in an actively managed and diversified portfolio of corporate credit securities.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 10,016 | 41,992 |
| 1-3 years | 15,770 | 17,092 |
| 3-5 years | 51,309 | 56,234 |
| 5-10 years | 223,074 | 208,898 |
| > 10 years | 42,466 | 32,037 |
| | **342,635** | **356,253** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $4,607,000 or approximately 1.1% (June 30, 2016 – $4,303,000 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 274,858 | (273,430) | 1,428 | 0.3 |
| | **274,858** | **(273,430)** | **1,428** | **0.3** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,093 | (1,082) | 11 | 0.0 |
| | **1,093** | **(1,082)** | **11** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 281,660 | (273,212) | 8,448 | 1.9 |
| | **281,660** | **(273,212)** | **8,448** | **1.9** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,429 | (2,422) | 7 | 0.0 |
| | **2,429** | **(2,422)** | **7** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $144,000 or approximately 0.0% (June 30, 2016 – $846,000 or approximately 0.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 16.6% (June 30, 2016 – 10.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $7,046,000 (June 30, 2016 – $4,699,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Credit Spectrum Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 6.5 | 5.6 | 12.8 | 10.8 |
| AA | 1.2 | 1.1 | 1.5 | 1.3 |
| A | 6.4 | 5.5 | 7.1 | 6.0 |
| BBB | 35.1 | 30.1 | 26.4 | 22.2 |
| BB | 23.7 | 20.4 | 23.8 | 20.0 |
| B | 20.2 | 17.4 | 22.8 | 19.2 |
| CCC | 2.6 | 2.3 | 2.0 | 1.7 |
| CC | – | – | 0.1 | 0.1 |
| Unrated | 4.3 | 3.7 | 3.5 | 2.9 |
| | **100.0** | **86.1** | **100.0** | **84.2** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **80.7** | **80.9** |
| **Canadian Bonds and Debentures** | | |
| Federal | 4.7 | 10.7 |
| Corporate | 30.3 | 22.9 |
| **Foreign Bonds and Debentures** | | |
| Australia | – | 0.1 |
| China | – | 0.1 |
| Ireland | 0.3 | 0.3 |
| Luxembourg | 0.1 | 0.1 |
| Netherlands | 0.7 | 0.6 |
| Singapore | 0.5 | 0.4 |
| United Kingdom | 0.3 | 0.3 |
| United States | 43.8 | 45.4 |
| **EQUITIES** | **14.5** | **10.7** |
| Canadian Preferred Equities | 3.9 | 1.9 |
| Foreign Preferred Equities | 1.5 | 1.4 |
| United States | 9.1 | 7.4 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **2.1** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.9** | **8.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 55,220 | 6,480 | – | 61,700 |
| Bonds and debentures | – | 342,635 | – | 342,635 |
| Underlying funds | 8,756 | – | – | 8,756 |
| Unrealized gain on currency forward contracts | – | 675 | – | 675 |
| | **63,976** | **349,790** | **–** | **413,766** |
| Unrealized loss on currency forward contracts | – | (3,556) | – | (3,556) |
| Unrealized loss on swap contracts | – | (3,209) | – | (3,209) |
| | **63,976** | **343,025** | **–** | **407,001** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 40,912 | 6,080 | – | 46,992 |
| Bonds and debentures | – | 357,073 | – | 357,073 |
| Unrealized gain on currency forward contracts | – | 963 | – | 963 |
| | **40,912** | **364,116** | **–** | **405,028** |
| Unrealized loss on currency forward contracts | – | (3,040) | – | (3,040) |
| Unrealized loss on futures contracts | (820) | – | – | (820) |
| Unrealized loss on swap contracts | – | (1,908) | – | (1,908) |
| | **40,092** | **359,168** | **–** | **399,260** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 675 | (287) | – | 388 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **675** | **(287)** | **–** | **388** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3,556 | (287) | – | 3,269 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **3,556** | **(287)** | **–** | **3,269** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 963 | (6) | – | 957 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **963** | **(6)** | **–** | **957** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3,040 | (6) | – | 3,034 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 1,908 | – | – | 1,908 |
| | **4,948** | **(6)** | **–** | **4,942** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Credit Spectrum Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 8,756 | 4.9 |
| iShares iBoxx $ High Yield Corporate Bond ETF | 29,517 | 0.1 |
| Voya Prime Rate Trust | 4,341 | 0.4 |
| | **42,614** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| iShares iBoxx $ High Yield Corporate Bond ETF | 27,976 | 0.1 |
| Nuveen Credit Strategies Income Fund | 764 | 0.1 |
| Voya Prime Rate Trust Fund | 3,883 | 0.4 |
| | **32,623** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic High Yield Bond Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 434,612 | 433,580 |
| Unrealized gain on currency forward contracts | 830 | 1,122 |
| Cash | 12,305 | 43,877 |
| Margin deposited on derivatives | 7,627 | 3,707 |
| Receivable for securities sold | 5,465 | – |
| Subscriptions receivable | 458 | 42 |
| Accrued investment income and other | 5,881 | 5,990 |
| | **467,178** | **488,318** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 321 | 339 |
| Redemptions payable | 548 | 725 |
| Accrued expenses | 152 | 138 |
| Unrealized loss on currency forward contracts | 5,634 | 4,311 |
| Unrealized loss on swap contracts | 3,695 | 2,748 |
| | **10,350** | **8,261** |
| **Net assets attributable to holders of redeemable units** | **456,828** | **480,057** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 135,593 | 147,376 |
| Series F | 32,123 | 29,784 |
| Series FH (in equivalent CAD) | 469 | 410 |
| Series FI | n/a | 2,595 |
| Series FP | 690 | 999 |
| Series G | 31,383 | 36,574 |
| Series H (in equivalent CAD) | 1,132 | 1,129 |
| Series I | 2,411 | 2,115 |
| Series O | 252,382 | 258,434 |
| Series P | 645 | 641 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 349 | 315 |
| Series H | 843 | 868 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 1.78 | 1.75 |
| Series F | 1.93 | 1.90 |
| Series FH (in equivalent CAD) | 10.77 | 10.20 |
| Series FI | n/a | 7.97 |
| Series FP | 9.25 | 9.09 |
| Series G | 1.79 | 1.76 |
| Series H (in equivalent CAD) | 10.48 | 9.94 |
| Series I | 3.20 | 3.15 |
| Series O | 3.16 | 3.11 |
| Series P | 9.01 | 8.86 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 1.32 | 1.35 |
| Series F | 1.44 | 1.46 |
| Series FH | 8.02 | 7.84 |
| Series H | 7.80 | 7.64 |
| Series I | 2.39 | 2.42 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 13 | 118 |
| Interest for distribution purposes | 16,033 | 28,165 |
| Net realized gain (loss) on non-derivative financial assets | 13,245 | 26,380 |
| Net realized gain (loss) on options contracts | (859) | 613 |
| Net realized gain (loss) on currency forward contracts | (11,163) | (50,195) |
| Net realized gain (loss) on swap contracts | (2,936) | 321 |
| Change in unrealized gain (loss) on non-derivative financial assets | 16,698 | (44,008) |
| Change in unrealized gain (loss) on options contracts | – | 239 |
| Change in unrealized gain (loss) on currency forward contracts | (1,615) | (10,248) |
| Change in unrealized gain (loss) on swap contracts | (947) | – |
| Net gain (loss) on investments | **28,469** | **(48,615)** |
| Securities lending | 22 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 959 | 973 |
| Total income (loss), net | **29,450** | **(47,642)** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,824 | 2,611 |
| Fixed administration fees (note 6) | 180 | 266 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 9 | 9 |
| Foreign withholding taxes/tax reclaims | 43 | 362 |
| Harmonized Sales Tax/Goods and Services Tax | 208 | 299 |
| Transaction costs | 15 | 18 |
| Total expenses | **2,280** | **3,566** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **2,280** | **3,565** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **27,170** | **(51,207)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 7,233 | (17,745) |
| Series F | 1,720 | (3,334) |
| Series FH (in equivalent CAD) | 39 | 8 |
| Series FI | 109 | (184) |
| Series FP | 49 | (90) |
| Series G | 1,798 | (4,330) |
| Series H (in equivalent CAD) | 95 | 274 |
| Series I | 134 | (209) |
| Series O | 15,960 | (25,523) |
| Series P | 33 | (74) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 30 | 6 |
| Series H | 72 | 207 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.09 | (0.16) |
| Series F | 0.11 | (0.17) |
| Series FH (in equivalent CAD) | 0.94 | 0.19 |
| Series FI | 0.34 | (0.73) |
| Series FP | 0.53 | (0.81) |
| Series G | 0.09 | (0.17) |
| Series H (in equivalent CAD) | 0.84 | 0.72 |
| Series I | 0.19 | (0.27) |
| Series O | 0.19 | (0.23) |
| Series P | 0.45 | (0.83) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.71 | 0.14 |
| Series H | 0.64 | 0.54 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 80,423,136 | 107,615,928 |
| Series F | 15,818,559 | 19,680,530 |
| Series FH | 41,403 | 41,858 |
| Series FI | 322,177 | 254,013 |
| Series FP | 91,691 | 110,845 |
| Series G | 19,205,997 | 26,189,760 |
| Series H | 112,530 | 374,542 |
| Series I | 702,723 | 754,794 |
| Series O | 85,743,936 | 105,248,653 |
| Series P | 72,756 | 89,460 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic High Yield Bond Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 147,376 | 228,623 |
| Series F | 29,784 | 43,801 |
| Series FH | 410 | 435 |
| Series FI | 2,595 | 1,946 |
| Series FP | 999 | 1,128 |
| Series G | 36,574 | 57,063 |
| Series H | 1,129 | 8,212 |
| Series I | 2,115 | 3,229 |
| Series O | 258,434 | 488,610 |
| Series P | 641 | 966 |
| | **480,057** | **834,013** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 7,233 | (17,745) |
| Series F | 1,720 | (3,334) |
| Series FH | 39 | 8 |
| Series FI | 109 | (184) |
| Series FP | 49 | (90) |
| Series G | 1,798 | (4,330) |
| Series H | 95 | 274 |
| Series I | 134 | (209) |
| Series O | 15,960 | (25,523) |
| Series P | 33 | (74) |
| | **27,170** | **(51,207)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (3,141) | (6,011) |
| Series F | (844) | (1,391) |
| Series FH | (12) | (17) |
| Series FI | (62) | (74) |
| Series FP | (24) | (38) |
| Series G | (782) | (1,554) |
| Series H | (26) | (148) |
| Series I | (73) | (100) |
| Series O | (8,754) | (13,600) |
| Series P | (16) | (27) |
| From return of capital | | |
| Series A | (1,450) | (117) |
| Series F | (306) | (38) |
| Series FH | (3) | – |
| Series FI | (23) | (8) |
| Series FP | (9) | (2) |
| Series G | (350) | – |
| Series H | (10) | – |
| Series I | (27) | (5) |
| Series O | (3,421) | (552) |
| Series P | (7) | (1) |
| | **(19,340)** | **(23,683)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 4,789 | 4,055 |
| Series F | 5,947 | 4,685 |
| Series FH | 20 | 61 |
| Series FI | 29 | 887 |
| Series FP | – | 43 |
| Series G | 394 | 561 |
| Series H | 198 | 114 |
| Series I | 183 | 523 |
| Series O | 82,061 | 5,362 |
| Series P | 11 | 11 |
| Reinvested distributions | | |
| Series A | 2,995 | 3,949 |
| Series F | 534 | 603 |
| Series FH | 15 | 17 |
| Series FI | 14 | 18 |
| Series FP | 19 | 19 |
| Series G | 846 | 1,178 |
| Series H | 10 | 71 |
| Series I | 94 | 80 |
| Series O | 4,463 | 14,152 |
| Series P | 13 | 16 |
| Payments on redemption | | |
| Series A | (22,209) | (38,442) |
| Series F | (4,712) | (7,310) |
| Series FH | – | (67) |
| Series FI | (2,662) | (338) |
| Series FP | (344) | (26) |
| Series G | (7,097) | (11,208) |
| Series H | (264) | (7,030) |
| Series I | (15) | (914) |
| Series O | (96,361) | (219,516) |
| Series P | (30) | (136) |
| | **(31,059)** | **(248,582)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (11,783) | (54,311) |
| Series F | 2,339 | (6,785) |
| Series FH | 59 | 2 |
| Series FI | (2,595) | 301 |
| Series FP | (309) | (94) |
| Series G | (5,191) | (15,353) |
| Series H | 3 | (6,719) |
| Series I | 296 | (625) |
| Series O | (6,052) | (239,677) |
| Series P | 4 | (211) |
| | **(23,229)** | **(323,472)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 135,593 | 174,312 |
| Series F | 32,123 | 37,016 |
| Series FH | 469 | 437 |
| Series FI | n/a | 2,247 |
| Series FP | 690 | 1,034 |
| Series G | 31,383 | 41,710 |
| Series H | 1,132 | 1,493 |
| Series I | 2,411 | 2,604 |
| Series O | 252,382 | 248,933 |
| Series P | 645 | 755 |
| | **456,828** | **510,541** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 27,170 | (51,207) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (13,245) | (26,380) |
| Net realized (gain) loss on options contracts | 859 | (613) |
| Unrealized foreign currency translation (gain) loss | 26 | (369) |
| Change in unrealized (gain) loss on non-derivative financial assets | (16,698) | 44,008 |
| Change in unrealized (gain) loss on options contracts | – | (239) |
| Change in unrealized (gain) loss on currency forward contracts | 1,615 | 10,248 |
| Change in unrealized (gain) loss on swap contracts | 947 | – |
| Other non-cash transactions | (87) | – |
| Purchases of portfolio investments | (150,984) | (118,423) |
| Proceeds from sale of portfolio investments | 173,658 | 338,250 |
| Margin deposited on derivatives | (3,920) | – |
| Accrued investment income and other | 109 | 10,932 |
| Accrued expenses and other payables | (4) | (117) |
| **Net cash provided by (used in) operating activities** | **19,446** | **206,090** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 85,736 | 13,203 |
| Amounts paid on redemption of redeemable units | (126,391) | (284,598) |
| Distributions to unitholders of redeemable units | (10,337) | (3,580) |
| **Net cash provided by (used in) financing activities** | **(50,992)** | **(274,975)** |
| Unrealized foreign currency translation gain (loss) | (26) | 369 |
| Net increase (decrease) in cash | (31,572) | (68,516) |
| Cash (bank overdraft), beginning of period | 43,877 | 88,946 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **12,305** | **20,430** |
| Interest paid[1] | 9 | 9 |
| Interest received[1] | 16,050 | 39,093 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic High Yield Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (91.1%)** | | | | |
| **Canadian Bonds and Debentures (22.4%)** | | | | |
| **Federal (4.4%)** | | | | |
| Government of Canada, 1.50% Mar. 01 17 | | 20,000 | **20,071** | **20,032** |
| **Corporate (18.0%)** | | | | |
| 1011778 B.C. ULC / New Red Finance, Inc., 4.625% Oct. 01 17 | USD | 1,000 | 1,410 | 1,373 |
| Baytex Energy Corp., 6.75% Jan. 27 17, Series "B" | USD | 1,390 | 1,377 | 1,794 |
| Canadian Oil Sands Limited, 4.50% Apr. 01 22 | USD | 7,730 | 9,064 | 10,409 |
| Canadian Oil Sands Limited, 6.00% Apr. 01 42 | USD | 2,085 | 2,564 | 2,695 |
| Data & Audio-Visual Enterprises Holdings Inc., 15.00% Sep. 25 18* | | 20,156 | 18,046 | – |
| Fairfax Financial Holdings Limited, 4.50% Mar. 22 23 | | 7,795 | 7,963 | 8,110 |
| Fairfax Financial Holdings Limited, 4.70% Sep. 16 26 | | 1,050 | 1,047 | 1,062 |
| First Quantum Minerals Ltd., 7.00% Feb. 15 18 | USD | 3,751 | 4,124 | 5,034 |
| Iron Mountain Canada Operations ULC, 5.375% Sep. 15 19 | | 8,275 | 8,275 | 8,321 |
| Masonite International Corporation, 5.625% Mar. 15 18 | USD | 1,000 | 1,260 | 1,393 |
| Precision Drilling Corporation, 7.75% Dec. 15 19 | USD | 1,000 | 1,338 | 1,423 |
| Precision Drilling Corporation, 5.25% May 15 19 | USD | 800 | 794 | 1,010 |
| Quebecor Media Inc., 6.625% Jan. 15 23 | | 9,250 | 9,311 | 9,743 |
| Sirius XM Canada Holdings Inc., 5.625% Apr. 23 17 | | 2,675 | 2,694 | 2,702 |
| TransAlta Corporation, 5.00% Nov. 25 20 | | 886 | 893 | 911 |
| TransAlta Corporation, 4.50% Aug. 15 22 | USD | 1,050 | 984 | 1,387 |
| TransCanada PipeLines Limited, 6.35% May 15 17 | USD | 13,530 | 13,042 | 15,264 |
| Videotron Ltd., 5.625% Mar. 15 25 | | 6,900 | 6,900 | 7,121 |
| Videotron Ltd., 5.75% Sep. 15 20 | | 2,300 | 2,300 | 2,385 |
| | | | **93,386** | **82,137** |
| **Foreign Bonds and Debentures (68.7%)** | | | | |
| **Ireland (0.9%)** | | | | |
| Endo Limited/Finance LLC/Finco Inc., 6.00% Jul. 15 18 | USD | 1,650 | 2,295 | 1,952 |
| Endo Limited/Finance LLC/Finco Inc., 6.50% Feb. 01 20 | USD | 2,000 | 2,169 | 2,262 |
| | | | **4,464** | **4,214** |
| **Luxembourg (0.4%)** | | | | |
| Intelsat Jackson Holdings SA, 5.50% Aug. 01 18 | USD | 2,100 | **2,176** | **1,914** |
| **Netherlands (1.4%)** | | | | |
| Fiat Chrysler Automobiles NV, 5.25% Apr. 15 23 | USD | 4,800 | **5,964** | **6,587** |
| **United Kingdom (1.5%)** | | | | |
| Jaguar Land Rover Automotive PLC, 4.125% Dec. 15 18 | USD | 3,000 | 3,187 | 4,154 |
| Virgin Media Secured Finance PLC, 5.50% Aug. 15 21 | USD | 2,000 | 2,560 | 2,685 |
| | | | **5,747** | **6,839** |
| **United States (64.5%)** | | | | |
| Aleris International, Inc., 7.875% Jan. 30 17 | USD | 5,355 | 5,406 | 7,244 |
| Ally Financial Inc., 4.125% Mar. 30 20 | USD | 3,750 | 4,640 | 5,098 |
| Ally Financial Inc., 4.25% Apr. 15 21 | USD | 850 | 1,105 | 1,155 |
| Ally Financial Inc., 5.75% Oct. 20 25 | USD | 2,800 | 3,569 | 3,764 |
| Avaya Inc., 7.00% Jan. 30 17 | USD | 2,175 | 2,284 | 2,570 |
| Avaya Inc., 6.25% Apr. 28 20 | USD | 2,221 | 2,664 | 2,602 |
| Brookside Mill CLO, Ltd., 0.00% Apr. 17 25, Series 2013-1X | USD | 6,813 | 6,821 | 4,259 |
| Calfrac Holdings LP, 7.50% Jan. 30 17 | USD | 4,720 | 4,785 | 5,498 |
| CCO Holdings, LLC / CCO Holdings Capital Corp., 5.25% Sep. 30 17 | USD | 4,516 | 4,946 | 6,290 |
| CCO Holdings, LLC / CCO Holdings Capital Corp., 5.125% May 01 18 | USD | 1,250 | 1,575 | 1,733 |
| CCO Holdings, LLC / CCO Holdings Capital Corp., 5.875% May 01 21 | USD | 3,350 | 4,131 | 4,678 |
| Cequel Communications Holdings I, LLC/Cequel Capital Corporation, 5.125% Jan. 30 17 | USD | 5,700 | 5,926 | 7,826 |
| Charter Communications Operating, LLC, 4.464% May 23 22 | USD | 1,700 | 2,404 | 2,388 |
| Chesapeake Energy Corporation, 8.00% Dec. 15 18 | USD | 1,662 | 726 | 2,416 |
| CHS/Community Health Systems, Inc., 6.875% Feb. 01 18 | USD | 4,440 | 5,081 | 4,173 |
| CIT Group Inc., 3.875% Feb. 19 19 | USD | 1,000 | 1,094 | 1,375 |
| CIT Group Inc., 5.00% Aug. 15 22 | USD | 3,100 | 4,089 | 4,350 |
| CNH Industrial Capital LLC, 3.375% Jul. 15 19 | USD | 1,100 | 1,173 | 1,488 |
| CONSOL Energy Inc., 5.875% Apr. 15 17 | USD | 1,925 | 2,406 | 2,546 |

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (91.1%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (68.7%) (cont'd)** | | | | |
| **United States (64.5%) (cont'd)** | | | | |
| Continental Resources, Inc., 4.90% Dec. 01 43 | USD | 2,575 | 3,028 | 2,973 |
| CSC Holdings, LLC., 8.625% Feb. 15 19 | USD | 5,895 | 6,913 | 8,766 |
| CSC Holdings, LLC., 5.25% Jun. 01 24 | USD | 1,350 | 1,669 | 1,776 |
| CSC Holdings, LLC, 10.875% Oct. 15 20 | USD | 1,900 | 2,529 | 3,042 |
| DaVita Inc., 5.00% May 01 20 | USD | 4,750 | 6,196 | 6,290 |
| Devon Energy Corporation, 7.95% Apr. 15 32 | USD | 1,150 | 1,246 | 1,960 |
| Devon Energy Corporation, 4.75% Nov. 15 41 | USD | 3,000 | 3,568 | 3,819 |
| Devon Financing Corporation, LLC, 7.875% Sep. 30 31 | USD | 1,625 | 1,795 | 2,775 |
| Diamond 1 Finance Corp / Diamond 2, 7.125% Jun. 15 19 | USD | 1,090 | 1,384 | 1,626 |
| Diamond 1 Finance Corp / Diamond 2, 8.35% Jan. 15 46 | USD | 1,725 | 2,290 | 2,861 |
| DISH DBS Corporation, 5.125% May 01 20 | USD | 5,250 | 5,951 | 7,314 |
| EMC Corporation, 3.375% Mar. 01 23 | USD | 1,921 | 2,063 | 2,392 |
| Frontier Communications Corporation, 11.00% Jun. 15 25 | USD | 3,750 | 4,978 | 5,218 |
| General Motors Company, 5.20% Apr. 01 45 | USD | 2,300 | 2,700 | 2,988 |
| Genworth Holdings, Inc., 4.90% Aug. 15 23 | USD | 3,625 | 3,611 | 4,040 |
| GLP Capital, L.P. / GLP Financing II, Inc., 5.375% Apr. 15 26 | USD | 2,000 | 2,583 | 2,807 |
| Hanesbrands Inc., 4.625% Feb. 15 24 | USD | 1,000 | 1,269 | 1,309 |
| HCA Inc., 6.50% Feb. 15 20 | USD | 5,200 | 5,976 | 7,656 |
| HCA Inc., 5.875% Aug. 15 25 | USD | 4,375 | 5,938 | 6,065 |
| HCA Inc., 4.50% Feb. 15 27 | USD | 1,250 | 1,645 | 1,653 |
| HD Supply, Inc., 5.75% Apr. 15 19 | USD | 1,750 | 2,316 | 2,486 |
| Kinder Morgan, Inc., 5.00% Jan. 15 21 | USD | 3,275 | 3,451 | 4,688 |
| Kindred Healthcare, Inc., 6.375% Apr. 15 17 | USD | 4,750 | 5,291 | 5,716 |
| Lennar Corporation, 4.75% Aug. 15 22 | USD | 7,455 | 7,393 | 10,310 |
| Level 3 Financing, Inc., 5.625% Feb. 01 18 | USD | 2,700 | 3,229 | 3,725 |
| Level 3 Financing, Inc., 5.125% May 01 18 | USD | 3,450 | 4,260 | 4,661 |
| Level 3 Financing, Inc., 5.375% May 01 18 | USD | 1,200 | 1,497 | 1,647 |
| Madison Park Funding Ltd., 0.00% Oct. 23 25, Series 2013-11X | USD | 4,500 | 4,534 | 3,583 |
| Meritor, Inc., 6.25% Feb. 15 19 | USD | 4,200 | 4,990 | 5,555 |
| MGM Growth / MGM Finance, 5.625% Feb. 01 24 | USD | 1,250 | 1,635 | 1,762 |
| MGM Resorts International, 5.25% Mar. 31 20 | USD | 2,310 | 2,443 | 3,288 |
| MPH Acquisition Holdings LLC, 7.125% Jun. 01 19 | USD | 3,250 | 4,349 | 4,604 |
| Neiman Marcus Group LTD LLC, 4.25% Oct. 25 20 | USD | 3,242 | 3,913 | 3,797 |
| Newfield Exploration Company, 5.375% Oct. 01 25 | USD | 2,480 | 3,122 | 3,412 |
| NRG Energy, Inc., 6.25% Jul. 15 18 | USD | 3,000 | 3,275 | 4,058 |
| Octagon Investment Partners XVI, Ltd., 0.00% Jul. 17 25, Series 2013-1X | USD | 11,200 | 11,149 | 7,044 |
| Payless Inc., 5.00% Mar. 11 21, Term Loan "B" | USD | 3,467 | 2,234 | 2,463 |
| Resolute Forest Products Inc., 5.875% May 15 17 | USD | 1,355 | 1,360 | 1,647 |
| Sabine Pass Liquefaction, LLC, 5.625% Dec. 01 24 | USD | 2,650 | 3,312 | 3,821 |
| Sinclair Television Group, Inc., 5.125% Aug. 15 21 | USD | 3,385 | 4,356 | 4,341 |
| Sirius XM Radio Inc., 5.75% Jan. 30 17 | USD | 3,300 | 3,401 | 4,623 |
| Sprint Corporation, 7.875% Sep. 15 23 | USD | 2,575 | 2,699 | 3,699 |
| Sprint Corporation, 7.125% Jun. 15 24 | USD | 2,400 | 2,707 | 3,327 |
| Sprint Corporation, 7.625% Nov. 15 24 | USD | 5,275 | 6,586 | 7,463 |
| Starwood Property Trust, Inc., 5.00% Sep. 15 21 | USD | 1,200 | 1,580 | 1,637 |
| Sudbury Mill CLO Ltd./LLC, 0.00% Jan. 17 26, Series 2013-1X, Class "SUB" | USD | 9,750 | 9,979 | 5,305 |
| TEGNA Inc., 5.125% Jan. 30 17 | USD | 4,055 | 4,141 | 5,594 |
| Tenet Healthcare Corporation, 5.00% Mar. 01 19 | USD | 2,325 | 2,969 | 3,059 |
| Tenet Healthcare Corporation, 4.50% Apr. 01 21 | USD | 1,605 | 1,620 | 2,144 |
| Time Warner Cable Inc., 4.50% Mar. 15 42 | USD | 3,914 | 3,975 | 4,777 |
| Toll Brothers Finance Corp., 4.00% Nov. 30 18 | USD | 464 | 491 | 641 |
| United States Steel Corporation, 8.375% Jul. 01 18 | USD | 2,150 | 2,784 | 3,199 |
| Universal Health Services, Inc., 4.75% Aug. 01 17 | USD | 1,980 | 2,680 | 2,705 |
| Universal Hospital Services, Inc., 7.625% Jan. 30 17 | USD | 3,300 | 3,912 | 4,409 |
| Univision Communications, Inc., 5.125% May 15 18 | USD | 1,725 | 2,225 | 2,290 |
| Voya Financial, Inc., 5.65% May 15 23 | USD | 1,793 | 2,133 | 2,374 |
| Washington Mill CLO Ltd., 5.731% Jan. 19 17, Series 2014-1A, Class "E" | USD | 2,000 | 2,025 | 2,246 |
| Wells Fargo & Company, 5.90% Jun. 15 24 | USD | 2,675 | 3,645 | 3,614 |
| | | | **269,818** | **294,497** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic High Yield Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (1.9%)** | | | |
| **Foreign Preferred Equities (1.1%)** | | | |
| Fifth Third Bancorp, 4.90%, Non-Cumulative, Series "J" | 2,000 | 2,221 | 2,505 |
| KeyCorp, 5.00% Non-Cumulative, Series "D" | 2,025 | 2,508 | 2,515 |
| | | **4,729** | **5,020** |
| **Canada (0.0%)** | | | |
| Data & Audio-Visual Enterprises Holdings Inc., Class "B", Warrants, Sep. 25 18* | 445,200 | 12 | – |
| Data & Audio-Visual Enterprises Holdings Inc., Class "C", Warrants, Sep. 25 18* | 190,800 | 3 | – |
| New Gold Inc., Warrants, Jun. 28 17 | 842,849 | 491 | 46 |
| | | **506** | **46** |
| **United States (0.8%)** | | | |
| iShares iBoxx High Yield Corporate Bond ETF | 30,600 | **3,444** | **3,556** |
| **INVESTMENTS IN UNDERLYING FUNDS (2.1%)** | | | |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 1,005,828 | **9,781** | **9,770** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.1%)** | | **420,086** | **434,612** |
| **TRANSACTION COSTS (0.0%)** | | **(36)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.1%)** | | **420,050** | **434,612** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–1.8%)** | | **–** | **(8,499)** |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.7%)** | | | |
| Canadian | | 52 | 52 |
| Foreign | | 12,275 | 12,253 |
| | | **12,327** | **12,305** |
| **OTHER NET ASSETS (LIABILITIES) (4.0%)** | | | **18,410** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **456,828** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

#### *Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 22-Mar-17 | CAD 49,253 | (USD) (36,406) | 0.739 | 0.745 | 417 |
| Bank of Montreal | A-1 | 22-Mar-17 | CAD 48,830 | (USD) (36,100) | 0.739 | 0.745 | 404 |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 1,082 | (USD) (800) | 0.739 | 0.745 | 9 |
| | | | | | | | **830** |

#### *Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 84 | (USD) (62) | 0.743 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 16 | (USD) (12) | 0.743 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 43 | (USD) (32) | 0.740 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 17 | (USD) (12) | 0.739 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 14 | (CAD) (19) | 1.324 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 14 | (CAD) (18) | 1.337 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 12 | (CAD) (16) | 1.342 | 1.342 | – |
| | | | | | | | **–** |

| | |
|---|---|
| Total Unrealized Gain on Currency Forward Contracts | **830** |

#### *Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 102,163 | (USD) (78,175) | 0.765 | 0.745 | (2,779) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 76,303 | (USD) (58,100) | 0.761 | 0.745 | (1,659) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 13,028 | (USD) (9,919) | 0.761 | 0.745 | (282) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 12,995 | (USD) (9,900) | 0.762 | 0.745 | (289) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 922 | (USD) (700) | 0.759 | 0.745 | (18) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 2,884 | (USD) (2,200) | 0.763 | 0.745 | (70) |
| Bank of Montreal | A-1 | 20-Apr-17 | CAD 81,040 | (USD) (60,800) | 0.750 | 0.746 | (490) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 2,800 | (CAD) (3,800) | 1.357 | 1.342 | (42) |
| | | | | | | | **(5,629)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic High Yield Bond Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 1,257 | (CAD) (1,693) | 1.347 | 1.342 | (5) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 13 | (CAD) (17) | 1.346 | 1.342 | – |
| | | | | | | | **(5** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(5,634)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Swap Contracts***

**Credit Default Swaps (centrally cleared)**

| Termination Date | | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|
| **Markit CDX North America High Yield Index 25 Swap** | | | | |
| 20-Dec-20 | USD | 40,300,000 | 5.000 | (3,695) |
| | | | | **(3,695)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic High Yield Bond Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve above average interest income and the potential for some long-term capital growth by investing primarily in high yield corporate bonds or other income-producing securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 20,032 | 46,958 |
| 1-3 years | 27,647 | 28,626 |
| 3-5 years | 85,082 | 85,620 |
| 5-10 years | 226,687 | 232,575 |
| > 10 years | 56,772 | 34,064 |
| | **416,220** | **427,843** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $4,894,000 or approximately 1.1% (June 30, 2016 – $4,789,000 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 396,388 | (389,498) | 6,890 | 1.5 |
| | **396,388** | **(389,498)** | **6,890** | **1.5** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,601 | (1,599) | 2 | 0.0 |
| | **1,601** | **(1,599)** | **2** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 388,025 | (370,221) | 17,804 | 3.7 |
| | **388,025** | **(370,221)** | **17,804** | **3.7** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,539 | (1,530) | 9 | 0.0 |
| | **1,539** | **(1,530)** | **9** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $689,000 or approximately 0.1% (June 30, 2016 – $1,781,000 or approximately 0.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 4.0% (June 30, 2016 – 1.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $1,839,000 (June 30, 2016 – $574,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

# Dynamic High Yield Bond Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 4.8 | 4.4 | 11.8 | 10.6 |
| A | 3.1 | 2.9 | 3.9 | 3.5 |
| BBB | 17.2 | 15.9 | 10.4 | 9.3 |
| BB | 34.7 | 32.0 | 34.3 | 30.6 |
| B | 30.7 | 28.3 | 33.5 | 30.0 |
| CCC | 4.7 | 4.3 | 1.8 | 1.7 |
| CC | – | – | 0.4 | 0.4 |
| Unrated | 4.8 | 4.4 | 3.9 | 3.5 |
| | **100.0** | **92.2** | **100.0** | **89.6** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **91.1** | **89.1** |
| **Canadian Bonds and Debentures** | | |
| Federal | 4.4 | 10.6 |
| Corporate | 18.0 | 12.7 |
| **Foreign Bonds and Debentures** | | |
| Australia | – | 0.6 |
| China | – | 0.2 |
| Ireland | 0.9 | 0.4 |
| Luxembourg | 0.4 | 0.4 |
| Netherlands | 1.4 | 1.3 |
| Singapore | – | 1.3 |
| United Kingdom | 1.5 | 1.4 |
| United States | 64.5 | 60.2 |
| **EQUITIES** | **1.9** | **1.2** |
| Foreign Preferred Equities | 1.1 | 0.5 |
| Canada | 0.0 | 0.0 |
| United States | 0.8 | 0.7 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **2.1** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.7** | **9.1** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 3,556 | 5,020 | – | 8,576 |
| Bonds and debentures | – | 416,220 | – | 416,220 |
| Underlying funds | 9,770 | – | – | 9,770 |
| Warrants, rights and options | 46 | – | – | 46 |
| Unrealized gain on currency forward contracts | – | 830 | – | 830 |
| | **13,372** | **422,070** | **–** | **435,442** |
| Unrealized loss on currency forward contracts | – | (5,634) | – | (5,634) |
| Unrealized loss on swap contracts | – | (3,695) | – | (3,695) |
| | **13,372** | **412,741** | **–** | **426,113** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 3,379 | 2,282 | – | 5,661 |
| Bonds and debentures | – | 427,843 | – | 427,843 |
| Warrants, rights and options | 76 | – | – | 76 |
| Unrealized gain on currency forward contracts | – | 1,122 | – | 1,122 |
| | **3,455** | **431,247** | **–** | **434,702** |
| Unrealized loss on currency forward contracts | – | (4,311) | – | (4,311) |
| Unrealized loss on swap contracts | – | (2,748) | – | (2,748) |
| | **3,455** | **424,188** | **–** | **427,643** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | – | 48,102 |
| Purchases | – | – |
| Sales | – | (49,067) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | 1,614 |
| Net changes in unrealized gain (loss)* | – | (649) |
| **End of period** | **–** | **–** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was nil and $(2,392,000), respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

As at December 31, 2016 and June 30, 2016, the Fund did not hold any level 3 financial instruments.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic High Yield Bond Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 830 | (830) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **830** | **(830)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 5,634 | (830) | – | 4,804 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **5,634** | **(830)** | **–** | **4,804** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 1,122 | (1,017) | – | 105 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,122** | **(1,017)** | **–** | **105** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 4,311 | (1,017) | – | 3,294 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 2,748 | – | – | 2,748 |
| | **7,059** | **(1,017)** | **–** | **6,042** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | **Carrying value of the Underlying Fund ($000s)** | **Ownership percentage in Underlying Fund (%)** |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 9,770 | 5.5 |
| iShares iBoxx $ High Yield Corporate Bond ETF | 3,556 | 0.0 |
| | **13,326** | |

| | June 30, 2016 | |
|---|---|---|
| | **Carrying value of the Underlying Fund ($000s)** | **Ownership percentage in Underlying Fund (%)** |
| iShares iBoxx $ High Yield Corporate Bond ETF | 3,370 | 0.0 |
| | **3,370** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Investment Grade Floating Rate Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 172,140 | 183,491 |
| Unrealized gain on currency forward contracts | 34 | 312 |
| Cash | 3,988 | 4,771 |
| Margin deposited on derivatives | 3,672 | 5,191 |
| Receivable for securities sold | – | 1,080 |
| Subscriptions receivable | 91 | 247 |
| Accrued investment income and other | 1,313 | 1,551 |
| | **181,238** | **196,643** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 94 | 121 |
| Redemptions payable | 354 | 825 |
| Accrued expenses | 600 | 658 |
| Unrealized loss on currency forward contracts | 223 | 84 |
| Unrealized loss on swap contracts | 1,685 | 3,927 |
| | **2,956** | **5,615** |
| **Net assets attributable to holders of redeemable units** | **178,282** | **191,028** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 46,939 | 60,191 |
| Series E | 9,753 | 14,617 |
| Series F | 56,266 | 45,518 |
| Series FH (in equivalent CAD) | 5,928 | 11,916 |
| Series FI | n/a | 22,788 |
| Series H (in equivalent CAD) | 4,406 | 4,868 |
| Series I | 11,232 | 13,629 |
| Series O | 43,758 | 17,501 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 4,415 | 9,162 |
| Series H | 3,282 | 3,743 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 9.73 | 9.74 |
| Series E | 9.61 | 9.62 |
| Series F | 9.76 | 9.76 |
| Series FH (in equivalent CAD) | 13.04 | 12.63 |
| Series FI | n/a | 9.80 |
| Series H (in equivalent CAD) | 13.04 | 12.64 |
| Series I | 9.80 | 9.81 |
| Series O | 9.71 | 9.71 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series FH | 9.72 | 9.71 |
| Series H | 9.71 | 9.72 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 2,570 | 4,827 |
| Net realized gain (loss) on non-derivative financial assets | 130 | 6,622 |
| Net realized gain (loss) on options contracts | – | 24 |
| Net realized gain (loss) on currency forward contracts | (206) | (4,218) |
| Net realized gain (loss) on swap contracts | (894) | (3,476) |
| Change in unrealized gain (loss) on non-derivative financial assets | (1,050) | (6,482) |
| Change in unrealized gain (loss) on options contracts | – | 25 |
| Change in unrealized gain (loss) on currency forward contracts | (417) | (856) |
| Change in unrealized gain (loss) on swap contracts | 2,242 | 1,555 |
| Net gain (loss) on investments | **2,375** | **(1,979)** |
| Net realized and unrealized foreign currency translation gain (loss) | 396 | 3,624 |
| Total income (loss), net | **2,771** | **1,645** |
| **EXPENSES** | | |
| Management fees (note 5) | 555 | 1,183 |
| Fixed administration fees (note 6) | 100 | 212 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 76 | 153 |
| Total expenses | **732** | **1,549** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **732** | **1,549** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **2,039** | **96** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 340 | (1,275) |
| Series E | 97 | (465) |
| Series F | 448 | (693) |
| Series FH (in equivalent CAD) | 225 | 2,529 |
| Series FI | 174 | (548) |
| Series H (in equivalent CAD) | 189 | 812 |
| Series I | 157 | (200) |
| Series O | 409 | (64) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 171 | 1,913 |
| Series H | 143 | 614 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.06 | (0.13) |
| Series E | 0.07 | (0.13) |
| Series F | 0.10 | (0.11) |
| Series FH (in equivalent CAD) | 0.37 | 1.12 |
| Series FI | 0.09 | (0.09) |
| Series H (in equivalent CAD) | 0.50 | 1.09 |
| Series I | 0.13 | (0.07) |
| Series O | 0.12 | (0.06) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.28 | 0.85 |
| Series H | 0.38 | 0.82 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 5,481,138 | 9,515,460 |
| Series E | 1,308,347 | 3,799,631 |
| Series F | 4,407,349 | 6,125,981 |
| Series FH | 612,718 | 2,253,863 |
| Series FI | 2,020,371 | 6,027,511 |
| Series H | 375,570 | 748,421 |
| Series I | 1,211,110 | 2,547,904 |
| Series O | 3,431,586 | 1,288,515 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Investment Grade Floating Rate Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 60,191 | 107,315 |
| Series E | 14,617 | 54,030 |
| Series F | 45,518 | 74,094 |
| Series FH | 11,916 | 29,248 |
| Series FI | 22,788 | 61,770 |
| Series H | 4,868 | 9,104 |
| Series I | 13,629 | 34,170 |
| Series O | 17,501 | 11,034 |
| | **191,028** | **380,765** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 340 | (1,275) |
| Series E | 97 | (465) |
| Series F | 448 | (693) |
| Series FH | 225 | 2,529 |
| Series FI | 174 | (548) |
| Series H | 189 | 812 |
| Series I | 157 | (200) |
| Series O | 409 | (64) |
| | **2,039** | **96** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series F | (32) | (87) |
| Series FH | (1) | (15) |
| Series FI | (13) | (89) |
| Series I | (35) | (110) |
| Series O | (92) | (54) |
| From net realized gains on investments | | |
| Series A | (241) | (47) |
| Series E | (70) | (47) |
| Series F | (295) | (102) |
| Series FH | (55) | (51) |
| Series FI | (119) | (110) |
| Series H | (23) | (4) |
| Series I | (96) | (58) |
| Series O | (254) | (28) |
| From return of capital | | |
| Series A | (156) | (648) |
| Series E | (32) | (248) |
| Series F | (103) | (406) |
| Series FH | (19) | (172) |
| Series FI | (42) | (445) |
| Series H | (13) | (50) |
| Series I | (24) | (152) |
| Series O | (115) | (89) |
| | **(1,830)** | **(3,012)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,796 | 3,654 |
| Series E | 2,441 | 1,927 |
| Series F | 22,237 | 5,262 |
| Series FH | 842 | 7,900 |
| Series FI | 7 | 7,714 |
| Series H | 66 | 1,488 |
| Series I | 223 | 169 |
| Series O | 26,637 | 3,478 |
| Reinvested distributions | | |
| Series A | 338 | 578 |
| Series E | 77 | 255 |
| Series F | 301 | 405 |
| Series FH | 72 | 169 |
| Series FI | 153 | 372 |
| Series H | 28 | 48 |
| Series I | 52 | 153 |
| Series O | 461 | 171 |
| Payments on redemption | | |
| Series A | (15,329) | (29,686) |
| Series E | (7,377) | (27,888) |
| Series F | (11,808) | (31,755) |
| Series FH | (7,052) | (16,760) |
| Series FI | (22,948) | (14,709) |
| Series H | (709) | (3,304) |
| Series I | (2,674) | (15,686) |
| Series O | (789) | (298) |
| | **(12,955)** | **(106,343)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (13,252) | (27,424) |
| Series E | (4,864) | (26,466) |
| Series F | 10,748 | (27,376) |
| Series FH | (5,988) | (6,400) |
| Series FI | (22,788) | (7,815) |
| Series H | (462) | (1,010) |
| Series I | (2,397) | (15,884) |
| Series O | 26,257 | 3,116 |
| | **(12,746)** | **(109,259)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 46,939 | 79,891 |
| Series E | 9,753 | 27,564 |
| Series F | 56,266 | 46,718 |
| Series FH | 5,928 | 22,848 |
| Series FI | n/a | 53,955 |
| Series H | 4,406 | 8,094 |
| Series I | 11,232 | 18,286 |
| Series O | 43,758 | 14,150 |
| | **178,282** | **271,506** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 2,039 | 96 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (130) | (6,622) |
| Net realized (gain) loss on options contracts | – | (24) |
| Unrealized foreign currency translation (gain) loss | 1 | (3,653) |
| Change in unrealized (gain) loss on non-derivative financial assets | 1,050 | 6,482 |
| Change in unrealized (gain) loss on options contracts | – | (25) |
| Change in unrealized (gain) loss on currency forward contracts | 417 | 856 |
| Change in unrealized (gain) loss on swap contracts | (2,242) | (1,555) |
| Purchases of portfolio investments | (66,347) | (81,009) |
| Proceeds from sale of portfolio investments | 77,858 | 195,681 |
| Payable for interest and dividends on securities sold short | – | (255) |
| Margin deposited on derivatives | 1,519 | 984 |
| Accrued investment income and other | 238 | 1,194 |
| Accrued expenses and other payables | (85) | (92) |
| **Net cash provided by (used in) operating activities** | **14,318** | **112,058** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 14,895 | 25,068 |
| Amounts paid on redemption of redeemable units | (29,647) | (138,656) |
| Distributions to unitholders of redeemable units | (348) | (861) |
| **Net cash provided by (used in) financing activities** | **(15,100)** | **(114,449)** |
| Unrealized foreign currency translation gain (loss) | (1) | 3,653 |
| Net increase (decrease) in cash | (783) | 1,262 |
| Cash (bank overdraft), beginning of period | 4,771 | 9,084 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **3,988** | **10,346** |
| Interest received[1] | 2,808 | 6,020 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Investment Grade Floating Rate Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (96.5%)** | | | | |
| **Canadian Bonds and Debentures (83.4%)** | | | | |
| **Federal (4.1%)** | | | | |
| Canada Housing Trust, 1.50% Dec. 15 21 | | 3,250 | 3,248 | 3,243 |
| Government of Canada, 0.75% Sep. 01 20 | | 100 | 100 | 99 |
| Government of Canada, 0.75% Sep. 01 21 | | 3,400 | 3,358 | 3,344 |
| PSP Capital Inc., 2.09% Nov. 22 23, Series 9 | | 650 | 650 | 645 |
| | | | **7,356** | **7,331** |
| **Corporate (79.3%)** | | | | |
| Algonquin Power Co., 5.50% Jul. 25 18 | | 500 | 532 | 524 |
| Algonquin Power Co., 4.65% Feb. 15 22 | | 700 | 699 | 747 |
| Alimentation Couche-Tard Inc., 3.319% Nov. 01 19, Series 2 | | 500 | 523 | 521 |
| Alimentation Couche-Tard Inc., 3.899% Nov. 01 22, Series 3 | | 500 | 543 | 534 |
| AltaGas Ltd., 4.55% Jan. 17 19 | | 750 | 799 | 791 |
| American Express Canada Credit Corporation, 2.31% Mar. 29 18 | | 3,300 | 3,302 | 3,343 |
| Aon Finance N.S. 1, ULC, 4.76% Mar. 08 18 | | 3,529 | 3,789 | 3,644 |
| Bank of Montreal, 2.43% Mar. 04 19 | | 1,000 | 1,000 | 1,021 |
| Bank of Montreal, 2.10% Oct. 06 20 | | 2,500 | 2,500 | 2,528 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 3,375 | 3,355 | 3,312 |
| Bank of Nova Scotia (The), 2.242% Mar. 22 18 | | 1,000 | 1,007 | 1,012 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 1,000 | 1,000 | 993 |
| Bank of Nova Scotia (The), 2.898% Aug. 03 17 | | 250 | 256 | 252 |
| bcIMC Realty Corporation, 2.96% Mar. 07 19 | | 750 | 760 | 774 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 2,000 | 1,999 | 2,009 |
| Bell Canada, 4.88% Apr. 26 18, Series "M-36" | | 1,740 | 1,886 | 1,819 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 1,900 | 1,982 | 1,977 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | | 2,250 | 2,347 | 2,350 |
| Bell Canada, 2.00% Oct. 01 21 | | 1,000 | 998 | 989 |
| BMW Canada Inc., 2.33% Sep. 26 18, Series "K" | | 1,500 | 1,499 | 1,523 |
| Brookfield Asset Management Inc., 3.95% Apr. 09 19 | | 2,800 | 2,896 | 2,917 |
| Brookfield Infrastracture Finance ULC, 3.538% Oct. 30 20 | | 1,500 | 1,500 | 1,535 |
| Cameco Corporation, 5.67% Sep. 02 19, Series "D" | | 700 | 787 | 750 |
| Canadian Imperial Bank of Commerce, 1.70% Oct. 09 18 | | 1,500 | 1,504 | 1,509 |
| Canadian Imperial Bank of Commerce, 1.90% Apr. 26 21 | | 2,600 | 2,632 | 2,599 |
| CARDS II Trust, 2.155% Oct. 15 20, Class "A", Series 2015-3 | | 3,650 | 3,650 | 3,704 |
| Choice Properties Limited Partnership, 3.00% Jun. 20 19, Series 7 | | 600 | 601 | 616 |
| Choice Properties Limited Partnership, 3.60% Apr. 20 20, Series 8 | | 4,650 | 4,751 | 4,857 |
| Choice Properties Real Estate Investment Trust, 3.554% Jul. 05 18, Series "A" | | 1,000 | 1,042 | 1,029 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 1,990 | 1,990 | 1,998 |
| Cominar Real Estate Investment Trust, 3.62% Jun. 21 19, Series 7 | | 2,600 | 2,606 | 2,651 |
| Cominar Real Estate Investment Trust, 4.23% Dec. 04 19, Series 2 | | 1,500 | 1,500 | 1,553 |
| Daimler Canada Finance Inc., 1.42% Oct. 02 18 | | 1,250 | 1,250 | 1,248 |
| Daimler Canada Finance Inc., 2.23% Dec. 16 21 | | 1,264 | 1,266 | 1,263 |
| Dollarama Inc., 3.095% Nov. 05 18 | | 4,107 | 4,156 | 4,208 |
| Dollarama Inc., 2.337% Jul. 22 21 | | 1,000 | 1,000 | 997 |
| Empire Life Insurance Company (The), 2.87% May 31 18 | | 500 | 491 | 501 |
| Fairfax Financial Holdings Limited, 4.50% Mar. 22 23 | | 2,650 | 2,662 | 2,757 |
| First Capital Realty Inc., 4.95% Nov. 30 18, Series "K" | | 200 | 218 | 211 |
| Ford Credit Canada Limited, 3.70% Aug. 02 18 | | 1,100 | 1,144 | 1,132 |
| Ford Credit Canada Limited, 2.939% Feb. 19 19 | | 3,200 | 3,226 | 3,261 |
| Fortified Trust, 1.67% Jul. 23 21, Series 2016-1, Class "A" | | 950 | 950 | 939 |
| General Electric Capital Canada Inc., 2.42% May 31 18, Series "A" | | 2,280 | 2,270 | 2,318 |
| General Motors Financial of Canada Ltd., 3.08% May 22 20 | | 2,300 | 2,334 | 2,332 |
| Genesis Trust II, 2.433% May 15 19, Series 2014-1, Class "A" | | 2,000 | 2,000 | 2,044 |
| Genesis Trust II, 1.699% Apr. 15 20, Series 2015-1, Class "A" | | 2,000 | 2,000 | 2,002 |
| Glacier Credit Card Trust, 2.568% Sep. 20 19, Series 2014-1 | | 950 | 950 | 973 |
| **BONDS AND DEBENTURES (96.5%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (83.4%) (cont'd)** | | | | |
| **Corporate (79.3%) (cont'd)** | | | | |
| Granite REIT Holdings Limited Partnership, 3.873% Sep. 30 23, Series 3 | | 850 | 850 | 854 |
| H&R Real Estate Investment Trust, 4.90% Feb. 02 18, Series "E" | | 1,000 | 1,059 | 1,034 |
| H&R Real Estate Investment Trust, 3.344% Jun. 20 18, Series "G" | | 450 | 455 | 460 |
| H&R Real Estate Investment Trust, 4.45% Mar. 02 20, Series "F" | | 750 | 782 | 793 |
| Hollis Receivables Term Trust II, 2.434% Jun. 26 19, Series 2014-1, Class "A" | | 5,700 | 5,707 | 5,825 |
| Intact Financial Corporation, 5.41% Sep. 03 19, Series 1 | | 500 | 565 | 548 |
| Manufacturers Life Insurance Company (The), 3.938% Sep. 21 17 | | 5,000 | 5,259 | 5,088 |
| Manulife Bank of Canada, 1.915% Sep. 01 21 | | 1,500 | 1,500 | 1,482 |
| Master Credit Card Trust II, 2.723% Nov. 21 18, Class "A", Series 2013-4 | | 3,000 | 3,013 | 3,077 |
| OMERS Realty Corporation, 2.473% Nov. 12 19 | | 2,000 | 2,000 | 2,047 |
| OMERS Realty Corporation, 1.823% Apr. 09 22, Series 8 | | 500 | 500 | 491 |
| OPB Finance Trust, 1.88% Feb. 24 22, Series "D" | | 2,250 | 2,196 | 2,235 |
| Penske Truck Leasing Canada Inc., 3.65% Feb. 01 18 | | 800 | 829 | 815 |
| RioCan Real Estate Investment Trust, 2.87% Mar. 05 18, Series "S" | | 1,000 | 1,011 | 1,015 |
| RioCan Real Estate Investment Trust, 3.85% Jun. 28 19, Series "Q" | | 1,550 | 1,612 | 1,623 |
| RioCan Real Estate Investment Trust, 3.62% Jun. 01 20, Series "U" | | 400 | 401 | 418 |
| Rogers Communications Inc., 2.80% Mar. 13 19 | | 750 | 748 | 769 |
| Royal Bank of Canada, 2.82% Jul. 12 18 | | 300 | 297 | 307 |
| Royal Bank of Canada, 2.77% Dec. 11 18 | | 2,000 | 1,999 | 2,052 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 4,000 | 4,053 | 4,015 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | | 950 | 950 | 936 |
| Royal Bank of Canada, 1.583% Sep. 13 21 | | 900 | 900 | 882 |
| Royal Bank of Canada, 3.31% Jan. 20 21 | | 100 | 100 | 101 |
| Saputo Inc., 2.654% Nov. 26 19 | | 2,300 | 2,300 | 2,356 |
| Shaw Communications Inc., 3.15% Feb. 19 21 | | 1,000 | 999 | 1,021 |
| Sun Life Financial Inc., 4.38% Mar. 02 17 | | 2,300 | 2,442 | 2,311 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 2,000 | 2,011 | 1,989 |
| Toronto-Dominion Bank (The), 2.045% Mar. 08 21 | | 500 | 500 | 503 |
| Toronto-Dominion Bank (The), 2.982% Sep. 30 20 | | 1,000 | 1,000 | 1,007 |
| Toyota Credit Canada Inc., 2.25% May 23 19 | | 1,900 | 1,897 | 1,931 |
| Toyota Credit Canada Inc., 1.80% Feb. 19 20 | | 2,400 | 2,396 | 2,404 |
| Toyota Credit Canada Inc., 2.20% Feb. 25 21 | | 1,000 | 998 | 1,009 |
| TransAlta Corporation, 5.00% Nov. 25 20 | | 850 | 897 | 874 |
| Veresen Inc., 3.06% Jun. 13 19, Series 4 | | 1,660 | 1,657 | 1,679 |
| Wells Fargo Canada Corporation, 2.78% Nov. 15 18 | | 1,550 | 1,564 | 1,588 |
| Wells Fargo Canada Corporation, 3.04% Jan. 29 21 | | 1,000 | 1,000 | 1,042 |
| Wells Fargo Financial Canada Corporation, 2.944% Jul. 25 19 | | 2,200 | 2,247 | 2,273 |
| | | | **140,846** | **141,421** |
| **Foreign Bonds and Debentures (13.1%)** | | | | |
| **United States (13.1%)** | | | | |
| AT&T Inc., 2.30% Mar. 11 19 | USD | 1,000 | 1,105 | 1,349 |
| AT&T Inc., 3.825% Nov. 25 20 | | 3,660 | 3,880 | 3,849 |
| Bank of America Corporation, 1.92% Jan. 15 19, Series "L" | USD | 700 | 720 | 949 |
| Bank of America Corporation, 2.60% Jan. 15 19, Series "L" | USD | 1,250 | 1,370 | 1,694 |
| Citigroup Inc., 2.55% Apr. 08 19 | USD | 800 | 881 | 1,083 |
| GATX Corporation, 2.50% Jul. 30 19 | USD | 550 | 612 | 740 |
| Goldman Sachs Group, Inc. (The), 2.006% Nov. 15 18, Series "D" | USD | 750 | 840 | 1,017 |
| Goldman Sachs Group, Inc. (The), 2.55% Oct. 23 19 | USD | 750 | 844 | 1,015 |
| Goldman Sachs Group, Inc. (The), 5.20% Apr. 19 17 | | 1,250 | 1,224 | 1,229 |
| JPMorgan Chase & Co., 2.92% Sep. 19 17 | | 3,490 | 3,556 | 3,533 |
| JPMorgan Chase & Co., 2.25% Dec. 23 19 | USD | 1,000 | 1,193 | 1,340 |
| JPMorgan Chase & Co., 1.876% Jan. 27 17 | | 200 | 196 | 198 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Investment Grade Floating Rate Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (96.5%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (13.1%) (cont'd)** | | | | |
| **United States (13.1%) (cont'd)** | | | | |
| JPMorgan Chase & Co., 3.19% Mar. 05 21 | | 500 | 500 | 519 |
| Penske Truck Leasing Company LP/PTL Finance Corporation, 3.05% Dec. 09 19 | USD | 900 | 1,032 | 1,222 |
| Telos CLO 2014-5A, Ltd., 2.43% Apr. 17 25 | USD | 1,950 | 2,564 | 2,621 |
| Verizon Communications Inc., 2.709% Sep. 14 18 | USD | 105 | 109 | 144 |
| Verizon Communications Inc., 2.55% Jun. 17 19 | USD | 650 | 715 | 886 |
| | | | **21,341** | **23,388** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.5%)** | | | **169,543** | **172,140** |
| **TRANSACTION COSTS (0.0%)** | | | **(1)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.5%)** | | | **169,542** | **172,140** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–1%)** | | | **–** | **(1,874)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.2%)** | | | | |
| Canadian | | | 3,483 | 3,483 |
| Foreign | | | 507 | 505 |
| | | | **3,990** | **3,988** |
| **OTHER NET ASSETS (LIABILITIES) (2.3%)** | | | | **4,028** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **178,282** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

## Schedule of Derivative Instruments

### *Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 22-Mar-17 | CAD 2,489 | (USD) (1,840) | 0.739 | 0.745 | 21 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 284 | (USD) (210) | 0.739 | 0.745 | 2 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 100 | (CAD) (131) | 1.312 | 1.342 | 3 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 100 | (CAD) (131) | 1.310 | 1.342 | 3 |
| | | | | | | | **29** |

### *Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 150 | (USD) (111) | 0.740 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 188 | (USD) (139) | 0.740 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 309 | (USD) (230) | 0.743 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 199 | (USD) (147) | 0.737 | 0.745 | 2 |
| | | | | | | | **5** |

| | |
|---|---|
| Total Unrealized Gain on Currency Forward Contracts | **34** |

### *Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 1,810 | (USD) (1,385) | 0.765 | 0.745 | (49) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 3,172 | (USD) (2,415) | 0.761 | 0.745 | (69) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 788 | (USD) (600) | 0.762 | 0.745 | (18) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 657 | (USD) (500) | 0.762 | 0.745 | (15) |
| Bank of Montreal | A-1 | 20-Apr-17 | CAD 3,146 | (USD) (2,360) | 0.750 | 0.746 | (19) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 2,676 | (USD) (2,000) | 0.747 | 0.745 | (9) |
| Bank of Montreal | A-1 | 19-Jan-17 | USD 600 | (CAD) (809) | 1.348 | 1.342 | (3) |
| | | | | | | | **(182)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Investment Grade Floating Rate Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 147 | (USD) | (110) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 99 | (USD) | (75) | 0.753 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 98 | (USD) | (75) | 0.762 | 0.745 | (2) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 8,130 | (CAD) | (10,947) | 1.347 | 1.342 | (34) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 433 | (CAD) | (585) | 1.353 | 1.342 | (4) |
| | | | | | | | | | **(41)** |

| | |
|---|---|
| Total Unrealized Loss on Currency Forward Contracts | **(223)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Swaps Contracts***

**Interest Rate Swaps**

| Termination Date | | Notional Amount ($) | Fixed Interest Rate (%) | Variable Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|
| **Fixed to Floating Rate Swap, Counterparty: Bank of Nova Scotia (The), Credit Rating A-1** | | | | | |
| 27-Feb-18 | CAD | 1,600,000 | 1.665 | 0.895 | (13) |
| 29-Oct-18 | CAD | 1,500,000 | 0.850 | 0.915 | 5 |
| 21-Oct-19 | CAD | 2,000,000 | 1.808 | 0.905 | (32) |
| 24-Oct-19 | CAD | 2,250,000 | 1.876 | 0.910 | (41) |
| 4-Nov-19 | CAD | 2,500,000 | 1.885 | 0.917 | (46) |
| 16-Apr-20 | CAD | 1,500,000 | 1.250 | 0.901 | 2 |
| 3-Dec-21 | CAD | 1,500,000 | 2.133 | 0.898 | (49) |
| **Fixed to Floating Rate Swap, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 14-Feb-18 | CAD | 5,000,000 | 1.804 | 0.898 | (46) |
| 21-Feb-18 | CAD | 3,000,000 | 1.779 | 0.897 | (27) |
| 9-Apr-18 | CAD | 5,000,000 | 1.861 | 0.890 | (54) |
| 28-Mar-19 | CAD | 5,000,000 | 2.054 | 0.913 | (101) |
| 26-Feb-21 | CAD | 2,000,000 | 2.342 | 0.895 | (79) |
| **Fixed to Floating Rate Swap, Counterparty: Canadian Imperial Bank of Commerce, Credit Rating A-1** | | | | | |
| 30-Sep-21 | CAD | 3,500,000 | 0.939 | 0.922 | 77 |
| 7-Dec-21 | CAD | 5,000,000 | 1.364 | 0.900 | 18 |
| **Fixed to Floating Rate Swap, Counterparty: Merrill Lynch International, Credit Rating A-1** | | | | | |
| 20-Nov-17 | CAD | 2,500,000 | 1.843 | 0.900 | (19) |
| 20-Nov-17 | CAD | 7,000,000 | 1.848 | 0.901 | (52) |
| 22-Nov-17 | CAD | 2,000,000 | 1.845 | 0.901 | (15) |
| 30-Nov-17 | CAD | 2,000,000 | 1.635 | 0.901 | (13) |
| 18-Dec-17 | CAD | 1,500,000 | 1.908 | 0.896 | (14) |
| 22-Jan-18 | CAD | 6,000,000 | 1.795 | 0.896 | (52) |
| 26-Mar-18 | CAD | 3,750,000 | 0.918 | 0.912 | 4 |
| 7-Mar-19 | USD | 7,000,000 | 1.623 | 0.948 | (26) |
| 17-Jun-19 | CAD | 25,000,000 | 2.000 | 0.895 | (506) |
| 11-Jul-19 | CAD | 15,000,000 | 1.958 | 0.889 | (292) |
| 14-Aug-19 | USD | 2,500,000 | 1.773 | 0.887 | (16) |
| 10-Dec-19 | USD | 3,400,000 | 1.806 | 0.953 | (20) |
| 7-Feb-20 | CAD | 1,000,000 | 2.188 | 0.895 | (29) |
| 25-Jan-21 | CAD | 3,000,000 | 2.405 | 0.895 | (125) |
| 26-Mar-21 | CAD | 2,000,000 | 2.423 | 0.913 | (89) |
| 31-May-21 | CAD | 6,000,000 | 1.498 | 0.905 | (33) |
| 4-Oct-21 | CAD | 1,900,000 | 0.959 | 0.924 | 40 |
| 6-Dec-21 | CAD | 5,000,000 | 1.380 | 0.897 | 14 |
| 14-Jan-22 | CAD | 1,500,000 | 2.725 | 0.892 | (93) |
| 15-Mar-23 | CAD | 2,000,000 | 1.240 | 0.911 | 37 |
| | | | | | **(1,685)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Investment Grade Floating Rate Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide interest income while preserving capital and mitigating the effects of interest rate fluctuations.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 4,796 | 1,564 |
| 1-3 years | 81,645 | 95,285 |
| 3-5 years | 59,896 | 59,896 |
| 5-10 years | 27,066 | 22,819 |
| > 10 years | – | – |
| | **173,403** | **179,564** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $1,227,000 or approximately 0.7% (June 30, 2016 – $1,240,000 or approximately 0.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 12,917 | (14,103) | (1,186) | (0.7) |
| | **12,917** | **(14,103)** | **(1,186)** | **(0.7)** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 10,334 | (10,305) | 29 | 0.0 |
| | **10,334** | **(10,305)** | **29** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | (8,094) | (11,574) | (3,480) | (1.8) |
| | **(8,094)** | **(11,574)** | **(3,480)** | **(1.8)** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 16,784 | (16,868) | (84) | 0.0 |
| | **16,784** | **(16,868)** | **(84)** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $(116,000) or approximately –0.1% (June 30, 2016 – $(356,000) or approximately –0.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 16.6 | 16.0 | 9.7 | 9.3 |
| AA | 18.0 | 17.4 | 17.4 | 16.7 |
| A | 26.6 | 25.6 | 25.8 | 24.8 |
| BBB | 38.8 | 37.5 | 47.1 | 45.3 |
| | **100.0** | **96.5** | **100.0** | **96.1** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Investment Grade Floating Rate Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **96.5** | **96.1** |
| **Canadian Bonds and Debentures** | | |
| Federal | 4.1 | – |
| Corporate | 79.3 | 85.2 |
| **Foreign Bonds and Debentures** | | |
| United States | 13.1 | 10.9 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.2** | **2.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 172,140 | – | 172,140 |
| Unrealized gain on currency forward contracts | – | 34 | – | 34 |
| | **–** | **172,174** | **–** | **172,174** |
| Unrealized loss on currency forward contracts | – | (223) | – | (223) |
| Unrealized loss on swap contracts | – | (1,685) | – | (1,685) |
| | **–** | **170,266** | **–** | **170,266** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 183,491 | – | 183,491 |
| Unrealized gain on currency forward contracts | – | 312 | – | 312 |
| | **–** | **183,803** | **–** | **183,803** |
| Unrealized loss on currency forward contracts | – | (84) | – | (84) |
| Unrealized loss on swap contracts | – | (3,927) | – | (3,927) |
| | **–** | **179,792** | **–** | **179,792** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 34 | (29) | – | 5 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 197 | (102) | – | 95 |
| | **231** | **(131)** | **–** | **100** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 223 | (29) | – | 194 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 1,883 | (102) | – | 1,781 |
| | **2,106** | **(131)** | **–** | **1,975** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 312 | (5) | – | 307 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **312** | **(5)** | **–** | **307** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 84 | (5) | – | 79 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 3,927 | – | – | 3,927 |
| | **4,011** | **(5)** | **–** | **4,006** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Money Market Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 131,022 | 162,901 |
| Cash | 341 | 351 |
| Subscriptions receivable | 256 | 195 |
| Accrued investment income and other | 369 | 360 |
| | **131,988** | **163,807** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 68 | 83 |
| Redemptions payable | 643 | 820 |
| Accrued expenses | 17 | 21 |
| Distributions payable | 9 | 10 |
| | **737** | **934** |
| **Net assets attributable to holders of redeemable units** | **131,251** | **162,873** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 126,475 | 135,055 |
| Series F | 4,776 | 27,818 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 10.00 | 10.00 |
| Series F | 10.00 | 10.00 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 774 | 655 |
| Net realized gain (loss) on non-derivative financial assets | 4 | 1 |
| Total income (loss), net | **778** | **656** |
| **EXPENSES** | | |
| Management fees (note 5) | 405 | 419 |
| Fixed administration fees (note 6) | 102 | 106 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 55 | 56 |
| Total expenses | **564** | **582** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **564** | **582** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **214** | **74** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 182 | 51 |
| Series F | 32 | 23 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.01 | –** |
| Series F | 0.01 | 0.01 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 13,002,697 | 12,440,183 |
| Series F | 1,749,128 | 3,036,189 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Money Market Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 135,055 | 108,998 |
| Series F | 27,818 | 27,426 |
| | **162,873** | **136,424** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 182 | 51 |
| Series F | 32 | 23 |
| | **214** | **74** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (185) | (50) |
| Series F | (30) | (23) |
| | **(215)** | **(73)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 67,458 | 89,678 |
| Series F | 5,662 | 6,715 |
| Reinvested distributions | | |
| Series A | 185 | 50 |
| Series F | 30 | 23 |
| Payments on redemption | | |
| Series A | (76,220) | (72,581) |
| Series F | (28,736) | (4,039) |
| | **(31,621)** | **19,846** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (8,580) | 17,148 |
| Series F | (23,042) | 2,699 |
| | **(31,622)** | **19,847** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 126,475 | 126,146 |
| Series F | 4,776 | 30,125 |
| | **131,251** | **156,271** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 214 | 74 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (4) | (1) |
| Purchases of portfolio investments | (427,470) | (334,173) |
| Proceeds from sale of portfolio investments | 459,353 | 310,800 |
| Accrued investment income and other | (9) | (251) |
| Accrued expenses and other payables | (19) | 15 |
| **Net cash provided by (used in) operating activities** | **32,065** | **(23,536)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 72,357 | 95,912 |
| Amounts paid on redemption of redeemable units | (104,431) | (76,317) |
| Distributions to unitholders of redeemable units | (1) | – |
| **Net cash provided by (used in) financing activities** | **(32,075)** | **19,595** |
| Net increase (decrease) in cash | (10) | (3,941) |
| Cash (bank overdraft), beginning of period | 351 | 4,369 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **341** | **428** |
| Interest paid[1] | 1 | – |
| Interest received[1] | 765 | 375 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s) | Average Cost and Carrying Value ($000s) |
|---|---|---|
| **BONDS AND DEBENTURES (57.3%)** | | |
| **Short Term Bonds (57.3%)** | | |
| Bank of Montreal, 1.168% Apr. 10 17 | 6,300 | 6,301 |
| Bank of Nova Scotia (The), 1.506% Apr. 20 18 | 700 | 702 |
| BMW Canada Inc., 1.305% Feb. 24 17 | 2,300 | 2,301 |
| Caisse centrale Desjardins, 3.502% Oct. 05 17 | 1,895 | 1,930 |
| Canadian Imperial Bank of Commerce, 1.554% Feb. 08 18 | 6,300 | 6,300 |
| Genesis Trust II, 2.295% Feb. 15 17, Series 2013-1, Class "A" | 6,150 | 6,159 |
| Greater Toronto Airports Authority, 4.85% Jun. 01 17 | 2,150 | 2,185 |
| Honda Canada Finance Inc., 2.275% Dec. 11 17 | 3,500 | 3,540 |
| HSBC Bank of Canada, 1.25% Apr. 28 17 | 1,200 | 1,200 |
| HSBC Bank of Canada, 2.901% Jan. 13 17 | 2,400 | 2,432 |
| International Business Machines Corporation, 2.20% Feb. 10 17 | 3,727 | 3,731 |
| John Deere Canada Funding Inc., 1.95% Apr. 12 17 | 3,700 | 3,708 |
| Lower Mattagami Energy Limited Partnership, 2.228% Oct. 23 17 | 3,800 | 3,838 |
| Manulife Bank of Canada, 1.29% Mar. 27 17 | 3,032 | 3,032 |
| Manulife Bank of Canada, 1.497% Jun. 01 18 | 700 | 700 |
| Master Credit Card Trust, 2.626% Jan. 21 17, Class "A", Series 2012-1 | 3,700 | 3,703 |
| National Bank of Canada, 1.407% Jun. 14 18 | 1,700 | 1,706 |
| National Bank of Canada, 2.019% Apr. 13 17 | 400 | 401 |
| National Bank of Canada, 2.689% Aug. 21 17 | 4,200 | 4,243 |
| Royal Bank of Canada, 1.044% Aug. 04 17 | 4,800 | 4,800 |
| Royal Bank of Canada, 2.364% Sep. 21 17 | 1,700 | 1,716 |
| Toronto-Dominion Bank (The), 1.49% Mar. 28 18 | 6,300 | 6,300 |
| Toyota Credit Canada Inc., 2.45% Feb. 27 17 | 579 | 580 |
| Wells Fargo Canada Corporation, 2.774% Feb. 09 17 | 3,700 | 3,706 |
| | | **75,214** |
| **MONEY MARKET INSTRUMENTS (42.5%)** | | |
| **Commercial Paper (31.1%)** | | |
| Bank of Nova Scotia (The), 0.00% Mar. 02 17 | 5,700 | 5,693 |
| Caisse centrale Desjardins, 0.00% Jan. 16 17 | 1,700 | 1,699 |
| CPPIB Capital Inc., 0.00% Feb. 28 17 | 800 | 799 |
| CPPIB Capital Inc., 0.00% Jan. 12 17 | 2,900 | 2,899 |
| Enbridge Pipelines Inc., 0.00% Jan. 18 17 | 3,700 | 3,699 |
| FortisBC Energy Inc., 0.00% Feb. 28 17 | 1,000 | 999 |
| FortisBC Energy Inc., 0.00% Jan. 04 17 | 1,600 | 1,600 |
| FortisBC Energy Inc., 0.00% Jan. 05 17 | 500 | 500 |
| FortisBC Energy Inc., 0.00% Mar. 01 17 | 300 | 300 |
| Honda Canada Finance Inc., 0.00% Apr. 10 17 | 300 | 299 |
| Husky Energy Inc., 0.00% Jan. 12 17 | 3,300 | 3,299 |
| Husky Energy Inc., 0.00% Jan. 23 17 | 500 | 500 |
| Inter Pipeline (Corridor) Inc., 0.00% Feb. 22 17 | 500 | 499 |
| Inter Pipeline (Corridor) Inc., 0.00% Feb. 24 17 | 2,000 | 1,997 |
| OMERS Finance Trust, 0.00% Mar. 02 17 | 900 | 899 |
| OMERS Finance Trust, 0.00% Mar. 06 17 | 5,500 | 5,492 |
| Ontario Teachers' Finance Trust, 0.00% Apr. 07 17 | 500 | 499 |
| Ontario Teachers' Finance Trust, 0.00% Jan. 11 17 | 1,200 | 1,200 |
| Ontario Teachers' Finance Trust, 0.00% Mar. 02 17 | 2,400 | 2,397 |
| Ontario Teachers' Finance Trust, 0.00% Mar. 08 17 | 400 | 399 |
| Ontario Teachers' Finance Trust, 0.00% Mar. 15 17 | 1,860 | 1,857 |
| Toyota Credit Canada Inc., 0.00% Feb. 14 17 | 700 | 699 |
| Toyota Credit Canada Inc., 0.00% May 19 17 | 2,600 | 2,590 |
| | | **40,814** |
| **Promissory Notes (3.5%)** | | |
| Province of Nova Scotia, 0.00% Jan. 09 17 | 1,000 | 1,000 |
| Province of Saskatchewan, 0.00% Apr. 03 17 | 3,600 | 3,594 |
| | | **4,594** |
| **Treasury Bills (7.9%)** | | |
| Province of Manitoba, 0.00% Jan. 04 17 | 2,200 | 2,200 |
| Province of Manitoba, 0.00% Jan. 11 17 | 5,400 | 5,399 |
| Province of Newfoundland and Labrador, 0.00% Jan. 19 17 | 2,800 | 2,801 |
| | | **10,400** |
| **CARRYING VALUE OF INVESTMENTS (99.8%)** | | **131,022** |
| **CASH (0.3%)** | | |
| Canadian | | 341 |
| Foreign | | – |
| | | **341** |
| **OTHER NET ASSETS (LIABILITIES) (–0.1%)** | | **(112)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | **131,251** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Money Market Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve as high a level of current income and liquidity as is consistent with preserving capital by investing in money market instruments of, or guaranteed by Canadian issuers with a term to maturity of one year or less.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 115,314 | 148,898 |
| 1-3 years | 15,708 | 14,003 |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **131,022** | **162,901** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $187,000 or approximately 0.1% (June 30, 2016 – $291,000 or approximately 0.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund did not have significant currency risk exposure as at December 31, 2016 or June 30, 2016.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the money market instruments, excluding cash, held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total money market instruments (%) | Percentage of net assets (%) | Percentage of total money market instruments (%) | Percentage of net assets (%) |
| A-1+ | 20.3 | 20.3 | 20.0 | 20.0 |
| A-1 | 23.2 | 23.2 | 32.7 | 32.7 |
| AAA | 7.5 | 7.5 | 7.1 | 7.1 |
| AA | 29.7 | 29.5 | 21.6 | 21.6 |
| A | 19.3 | 19.3 | 18.6 | 18.6 |
| **Total** | **100.0** | **99.8** | **100.0** | **100.0** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **57.3** | **47.3** |
| Short-Term Bonds | 57.3 | 47.3 |
| **MONEY MARKET INSTRUMENTS** | **42.5** | **52.7** |
| Bankers' Acceptances | – | 8.7 |
| Bearers' Deposit Notes | – | 1.2 |
| Commercial Paper | 31.1 | 37.3 |
| Promissory Notes | 3.5 | 1.6 |
| Treasury Bills | 7.9 | 3.9 |
| **CASH** | **0.3** | **0.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 75,214 | – | 75,214 |
| Money market instruments | – | 55,808 | – | 55,808 |
| | **–** | **131,022** | **–** | **131,022** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 76,987 | – | 76,987 |
| Money market instruments | – | 85,914 | – | 85,914 |
| | **–** | **162,901** | **–** | **162,901** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Short Term Bond Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 65,024 | 94,589 |
| Unrealized gain on currency forward contracts | 53 | 37 |
| Unrealized gain on futures contracts | 18 | – |
| Cash | 19 | 308 |
| Margin deposited on derivatives | 288 | 338 |
| Subscriptions receivable | 124 | 667 |
| Accrued investment income and other | 277 | 540 |
| | **65,803** | **96,479** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 41 | 74 |
| Redemptions payable | 338 | 404 |
| Accrued expenses | 7 | 13 |
| Unrealized loss on currency forward contracts | 28 | 15 |
| Unrealized loss on futures contracts | – | 189 |
| | **414** | **695** |
| **Net assets attributable to holders of redeemable units** | **65,389** | **95,784** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 34,156 | 64,522 |
| Series F | 3,216 | 4,006 |
| Series FH (in equivalent CAD) | 263 | 291 |
| Series FI | n/a | 2,334 |
| Series H (in equivalent CAD) | 1,799 | 2,384 |
| Series I | 3,614 | 3,883 |
| Series O | 22,341 | 18,364 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 196 | 223 |
| Series H | 1,340 | 1,833 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 9.39 | 9.49 |
| Series F | 9.36 | 9.46 |
| Series FH (in equivalent CAD) | 12.34 | 12.03 |
| Series FI | n/a | 9.48 |
| Series H (in equivalent CAD) | 12.05 | 11.79 |
| Series I | 9.37 | 9.48 |
| Series O | 9.45 | 9.56 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 6.99 | 7.30 |
| Series F | 6.97 | 7.27 |
| Series FH | 9.19 | 9.25 |
| Series H | 8.98 | 9.07 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 1,125 | 1,668 |
| Net realized gain (loss) on non-derivative financial assets | (929) | (104) |
| Net realized gain (loss) on currency forward contracts | (215) | – |
| Net realized gain (loss) on futures contracts | (31) | (101) |
| Net realized gain (loss) on swap contracts | – | (82) |
| Change in unrealized gain (loss) on non-derivative financial assets | 341 | (1,020) |
| Change in unrealized gain (loss) on currency forward contracts | 3 | 47 |
| Change in unrealized gain (loss) on futures contracts | 207 | 37 |
| Change in unrealized gain (loss) on swap contracts | – | 71 |
| Net gain (loss) on investments | **501** | **516** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 121 | 726 |
| Total income (loss), net | **623** | **1,242** |
| **EXPENSES** | | |
| Management fees (note 5) | 298 | 472 |
| Fixed administration fees (note 6) | 52 | 79 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 38 | 59 |
| Total expenses | **389** | **611** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **389** | **610** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **234** | **632** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 4 | (210) |
| Series F | 10 | 1 |
| Series FH (in equivalent CAD) | 12 | 477 |
| Series FI | 7 | 9 |
| Series H (in equivalent CAD) | 73 | 281 |
| Series I | 20 | 17 |
| Series O | 108 | 57 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 9 | 361 |
| Series H | 55 | 213 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | –** | (0.02) |
| Series F | 0.03 | 0.01 |
| Series FH (in equivalent CAD) | 0.47 | 1.24 |
| Series FI | 0.05 | 0.02 |
| Series H (in equivalent CAD) | 0.39 | 1.16 |
| Series I | 0.05 | 0.05 |
| Series O | 0.05 | 0.04 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.36 | 0.94 |
| Series H | 0.30 | 0.88 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 5,310,135 | 7,301,510 |
| Series F | 363,074 | 528,691 |
| Series FH | 25,395 | 386,629 |
| Series FI | 148,193 | 873,224 |
| Series H | 187,676 | 240,930 |
| Series I | 395,936 | 451,578 |
| Series O | 2,148,538 | 1,390,351 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Short Term Bond Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 64,522 | 72,456 |
| Series F | 4,006 | 5,469 |
| Series FH | 291 | 4,519 |
| Series FI | 2,334 | 8,313 |
| Series H | 2,384 | 2,584 |
| Series I | 3,883 | 4,213 |
| Series O | 18,364 | 11,830 |
| | **95,784** | **109,384** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 4 | (210) |
| Series F | 10 | 1 |
| Series FH | 12 | 477 |
| Series FI | 7 | 9 |
| Series H | 73 | 281 |
| Series I | 20 | 17 |
| Series O | 108 | 57 |
| | **234** | **632** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (343) | (512) |
| Series F | (36) | (50) |
| Series FH | (3) | (44) |
| Series FI | (13) | (91) |
| Series H | (15) | (23) |
| Series I | (50) | (59) |
| Series O | (266) | (182) |
| From return of capital | | |
| Series A | (155) | (199) |
| Series F | (8) | (15) |
| Series FH | – | (5) |
| Series FI | (3) | (27) |
| Series H | (2) | (2) |
| Series I | (15) | (15) |
| Series O | (94) | (52) |
| | **(1,003)** | **(1,276)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 3,898 | 3,865 |
| Series F | 1,086 | 1,266 |
| Series FH | 169 | 3 |
| Series FI | 76 | 587 |
| Series H | 1,493 | 634 |
| Series I | 285 | 409 |
| Series O | 4,657 | 3,478 |
| Reinvested distributions | | |
| Series A | 480 | 678 |
| Series F | 38 | 38 |
| Series FH | 3 | 49 |
| Series FI | 12 | 12 |
| Series H | 17 | 23 |
| Series I | 37 | 39 |
| Series O | 360 | 234 |
| Payments on redemption | | |
| Series A | (34,250) | (8,202) |
| Series F | (1,880) | (1,493) |
| Series FH | (209) | (225) |
| Series FI | (2,413) | (518) |
| Series H | (2,151) | (413) |
| Series I | (546) | (338) |
| Series O | (788) | (298) |
| | **(29,626)** | **(172)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (30,366) | (4,580) |
| Series F | (790) | (253) |
| Series FH | (28) | 255 |
| Series FI | (2,334) | (28) |
| Series H | (585) | 500 |
| Series I | (269) | 53 |
| Series O | 3,977 | 3,237 |
| | **(30,395)** | **(816)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 34,156 | 67,876 |
| Series F | 3,216 | 5,216 |
| Series FH | 263 | 4,774 |
| Series FI | n/a | 8,285 |
| Series H | 1,799 | 3,084 |
| Series I | 3,614 | 4,266 |
| Series O | 22,341 | 15,067 |
| | **65,389** | **108,568** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 234 | 632 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 929 | 104 |
| Unrealized foreign currency translation (gain) loss | 3 | (718) |
| Change in unrealized (gain) loss on non-derivative financial assets | (341) | 1,020 |
| Change in unrealized (gain) loss on currency forward contracts | (3) | (47) |
| Change in unrealized (gain) loss on futures contracts | (207) | (37) |
| Change in unrealized (gain) loss on swap contracts | – | (71) |
| Purchases of portfolio investments | (3,212) | (18,536) |
| Proceeds from sale of portfolio investments | 32,189 | 14,374 |
| Margin deposited on derivatives | 50 | 41 |
| Accrued investment income and other | 263 | 97 |
| Accrued expenses and other payables | (39) | (53) |
| **Net cash provided by (used in) operating activities** | **29,866** | **(3,194)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 11,432 | 8,704 |
| Amounts paid on redemption of redeemable units | (41,528) | (10,281) |
| Distributions to unitholders of redeemable units | (56) | (203) |
| **Net cash provided by (used in) financing activities** | **(30,152)** | **(1,780)** |
| Unrealized foreign currency translation gain (loss) | (3) | 718 |
| Net increase (decrease) in cash | (289) | (4,256) |
| Cash (bank overdraft), beginning of period | 308 | 5,030 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **19** | **774** |
| Interest received[1] | 1,387 | 1,765 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Short Term Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (99.4%)** | | | |
| **Canadian Bonds and Debentures (83.4%)** | | | |
| **Federal (16.4%)** | | | |
| Canada Housing Trust, 1.031% Sep. 15 17 | 260 | 261 | 261 |
| Canada Housing Trust, 0.871% Sep. 15 18 | 240 | 240 | 240 |
| Government of Canada, 1.25% Mar. 01 18 | 300 | 304 | 302 |
| Government of Canada, 0.25% May 01 18 | 10,000 | 9,929 | 9,943 |
| | | **10,734** | **10,746** |
| **Provincial (14.2%)** | | | |
| Province of Ontario, 1.119% Sep. 22 17 | 642 | 646 | 644 |
| Province of Ontario, 1.047% Dec. 03 18 | 2,723 | 2,740 | 2,731 |
| Province of Ontario, 4.40% Jun. 02 19 | 4,350 | 4,790 | 4,685 |
| Province of Ontario, 1.364% Mar. 16 21 | 1,012 | 1,012 | 1,021 |
| Province of Quebec, 1.061% Aug. 21 19 | 205 | 206 | 206 |
| | | **9,394** | **9,287** |
| **Corporate (52.8%)** | | | |
| Bank of Montreal, 2.84% Jun. 04 20 | 867 | 903 | 899 |
| Bank of Montreal, 3.40% Apr. 23 21 | 800 | 857 | 848 |
| Bank of Montreal, 1.61% Oct. 28 21 | 283 | 283 | 278 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | 1,530 | 1,534 | 1,549 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | 1,800 | 1,810 | 1,808 |
| Bell Canada, 4.40% Mar. 16 18, Series "M-22" | 350 | 372 | 363 |
| Bell Canada, 4.95% May 19 21, Series "M-24" | 500 | 563 | 558 |
| Canadian Imperial Bank of Commerce, 2.22% Mar. 07 18 | 510 | 521 | 516 |
| Canadian Imperial Bank of Commerce, 1.70% Oct. 09 18 | 252 | 253 | 253 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | 650 | 650 | 652 |
| Canadian Imperial Bank of Commerce, 1.64% Jul. 12 21 | 331 | 331 | 326 |
| CI Financial Corp., 2.645% Dec. 07 20 | 640 | 640 | 642 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | 2,150 | 2,336 | 2,319 |
| Enbridge Gas Distribution Inc., 1.85% Apr. 24 17 | 1,000 | 1,000 | 1,003 |
| Enbridge Income Fund Holdings Inc., 2.92% Dec. 14 17 | 700 | 700 | 710 |
| Enbridge Pipelines Inc., 6.62% Nov. 19 18 | 495 | 590 | 542 |
| First Capital Realty Inc., 4.95% Nov. 30 18, Series "K" | 950 | 1,005 | 1,004 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | 424 | 424 | 422 |
| Hydro One Inc., 1.62% Apr. 30 20 | 710 | 708 | 710 |
| IGM Financial Inc., 7.35% Apr. 08 19 | 725 | 832 | 812 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | 413 | 429 | 428 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | 196 | 217 | 217 |
| Lower Mattagami Energy Limited Partnership, 2.228% Oct. 23 17 | 2,000 | 1,999 | 2,018 |
| OMERS Realty Corporation, 2.498% Jun. 05 18 | 2,000 | 1,981 | 2,034 |
| Rogers Communications Inc., 2.80% Mar. 13 19 | 1,693 | 1,693 | 1,737 |
| Royal Bank of Canada, 2.26% Mar. 12 18 | 483 | 490 | 489 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | 2,000 | 1,999 | 2,008 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | 527 | 527 | 519 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | 280 | 309 | 306 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | 711 | 714 | 723 |
| Suncor Energy Inc., 5.80% May 22 18 | 2,100 | 2,379 | 2,225 |
| TELUS Corporation, 4.95% Mar. 15 17, Series "CD" | 900 | 977 | 907 |
| TELUS Corporation, 1.50% Mar. 27 18, Series "CS" | 400 | 400 | 401 |
| **BONDS AND DEBENTURES (99.4%) (cont'd)** | | | |
| **Canadian Bonds and Debentures (83.4%) (cont'd)** | | | |
| **Corporate (52.8%) (cont'd)** | | | |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | 800 | 821 | 817 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | 1,500 | 1,555 | 1,542 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | 1,180 | 1,177 | 1,210 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | 680 | 738 | 730 |
| | | **34,717** | **34,525** |
| **Foreign Bonds and Debentures (16.0%)** | | | |
| **Australia (2.1%)** | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | 1,326 | **1,331** | **1,343** |
| **Belgium (1.5%)** | | | |
| Anheuser-Busch InBev Worldwide Inc., 2.375% Jan. 25 18 | 984 | **989** | **996** |
| **United Kingdom (1.9%)** | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | 1,200 | **1,237** | **1,236** |
| **United States (10.5%)** | | | |
| Aetna Inc., 2.40% May 15 21 USD | 500 | 654 | 669 |
| Altria Group, Inc., 4.75% May 05 21 USD | 853 | 1,243 | 1,249 |
| Anheuser Busch InBev Finance Inc., 2.65% Jan. 01 21 USD | 300 | 428 | 406 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 USD | 825 | 1,239 | 1,201 |
| JPMorgan Chase & Co., 2.75% May 23 20 USD | 1,000 | 1,310 | 1,355 |
| Walt Disney Company (The), 2.30% Feb. 12 21 USD | 500 | 675 | 675 |
| Wells Fargo & Company, 2.50% Mar. 04 21 USD | 1,000 | 1,297 | 1,336 |
| | | **6,846** | **6,891** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.4%)** | | **65,248** | **65,024** |
| **TRANSACTION COSTS (0.0%)** | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.4%)** | | **65,248** | **65,024** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.1%)** | | **–** | **43** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.0%)** | | | |
| Canadian | | 12 | 12 |
| Foreign | | 7 | 7 |
| | | **19** | **19** |
| **OTHER NET ASSETS (LIABILITIES) (0.5%)** | | | **303** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **65,389** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 1,616 | (USD) (1,200) | 0.742 | 0.745 | 5 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 2,358 | (USD) (1,750) | 0.742 | 0.745 | 9 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 539 | (USD) (400) | 0.742 | 0.745 | 2 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 1,000 | (CAD) (1,317) | 1.317 | 1.342 | 26 |
| | | | | | | | **42** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Short Term Bond Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 76 | (USD) (56) | 0.737 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 1,292 | (USD) (957) | 0.741 | 0.745 | 7 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 65 | (USD) (48) | 0.737 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 325 | (CAD) (434) | 1.335 | 1.342 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 17 | (CAD) (22) | 1.315 | 1.342 | – |
| | | | | | | | 11 |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **53** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 2,135 | (USD) (1,600) | 0.749 | 0.745 | (12) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 1,939 | (USD) (1,450) | 0.748 | 0.745 | (6) |
| | | | | | | | **(18)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 2,300 | (CAD) (3,098) | 1.347 | 1.342 | (10) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 53 | (CAD) (71) | 1.351 | 1.342 | – |
| | | | | | | | **(10)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(28)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| United States Treasury 5 Year Bond Futures, Mar. 17 | (24) | USD | 118.2344 | 31-Mar-17 | (3,810) | (3,792) | 18 |
| | | | | | **(3,810)** | **(3,792)** | **18** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Short Term Bond Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide a high level of interest income while preserving capital and maintaining liquidity.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 7,627 | 16,163 |
| 1-3 years | 35,289 | 51,366 |
| 3-5 years | 19,689 | 24,426 |
| 5-10 years | 1,236 | 1,250 |
| > 10 years | 1,201 | 1,195 |
| | **65,042** | **94,400** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $359,000 or approximately 0.5% (June 30, 2016 – $501,000 or approximately 0.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 7,257 | (7,246) | 11 | 0.0 |
| | **7,257** | **(7,246)** | **11** | **0.0** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,062 | (2,193) | (131) | (0.2) |
| | **2,062** | **(2,193)** | **(131)** | **(0.2)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 9,440 | (4,160) | 5,280 | 5.5 |
| | **9,440** | **(4,160)** | **5,280** | **5.5** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,675 | (2,678) | (3) | 0.0 |
| | **2,675** | **(2,678)** | **(3)** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $12,000 or approximately 0.0% (June 30, 2016 – $260,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | – | – | 1.7 | 1.7 |
| AAA | 16.5 | 16.4 | 11.9 | 11.7 |
| AA | 18.6 | 18.5 | 13.3 | 13.2 |
| A | 42.6 | 42.3 | 39.1 | 38.6 |
| BBB | 22.3 | 22.2 | 34.0 | 33.6 |
| | **100.0** | **99.4** | **100.0** | **98.8** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Short Term Bond Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **99.4** | **96.9** |
| **Canadian Bonds and Debentures** | | |
| Federal | 16.4 | 11.7 |
| Provincial | 14.2 | 15.0 |
| Corporate | 52.8 | 59.3 |
| **Foreign Bonds and Debentures** | | |
| Australia | 2.1 | 1.4 |
| Belgium | 1.5 | 1.0 |
| United Kingdom | 1.9 | 1.3 |
| United States | 10.5 | 7.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.0** | **2.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 65,024 | – | 65,024 |
| Unrealized gain on currency forward contracts | – | 53 | – | 53 |
| Unrealized gain on futures contracts | 18 | – | – | 18 |
| | **18** | **65,077** | **–** | **65,095** |
| Unrealized loss on currency forward contracts | – | (28) | – | (28) |
| | **18** | **65,049** | **–** | **65,067** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 92,990 | – | 92,990 |
| Money market instruments | – | 1,599 | – | 1,599 |
| Unrealized gain on currency forward contracts | – | 37 | – | 37 |
| | **–** | **94,626** | **–** | **94,626** |
| Unrealized loss on currency forward contracts | – | (15) | – | (15) |
| Unrealized loss on futures contracts | (189) | – | – | (189) |
| | **(189)** | **94,611** | **–** | **94,422** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 53 | (21) | – | 32 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **53** | **(21)** | **–** | **32** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 28 | (21) | – | 7 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **28** | **(21)** | **–** | **7** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 37 | (1) | – | 36 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **37** | **(1)** | **–** | **36** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 15 | (1) | – | 14 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **15** | **(1)** | **–** | **14** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Strategic Bond Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 134,119 | 137,015 |
| Purchased options | – | 32 |
| Unrealized gain on currency forward contracts | 34 | 13 |
| Unrealized gain on futures contracts | 33 | – |
| Cash | 4,256 | 5,889 |
| Margin deposited on derivatives | 536 | 1,514 |
| Subscriptions receivable | 102 | 238 |
| Accrued investment income and other | 668 | 724 |
| | **139,748** | **145,425** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 24 | 29 |
| Redemptions payable | 476 | 525 |
| Accrued expenses | 11 | 12 |
| Liability for written options | – | 17 |
| Unrealized loss on currency forward contracts | 38 | 109 |
| Unrealized loss on futures contracts | – | 893 |
| | **549** | **1,585** |
| **Net assets attributable to holders of redeemable units** | **139,199** | **143,840** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 15,348 | 18,999 |
| Series F | 2,760 | 3,395 |
| Series H (in equivalent CAD) | 1,145 | 430 |
| Series I | 5 | 1,955 |
| Series IP | 88 | 88 |
| Series O | 119,853 | 118,973 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series H | 852 | 331 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 9.30 | 9.55 |
| Series F | 9.30 | 9.55 |
| Series H (in equivalent CAD) | 12.44 | 12.31 |
| Series I | 9.22 | 9.46 |
| Series IP | 9.25 | 9.51 |
| Series O | 9.17 | 9.43 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series H | 9.27 | 9.47 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 2,374 | 2,157 |
| Net realized gain (loss) on non-derivative financial assets | (159) | 989 |
| Net realized gain (loss) on options contracts | (26) | (12) |
| Net realized gain (loss) on currency forward contracts | (417) | (1,539) |
| Net realized gain (loss) on futures contracts | 296 | 14 |
| Change in unrealized gain (loss) on non-derivative financial assets | (3,071) | (685) |
| Change in unrealized gain (loss) on options contracts | 25 | – |
| Change in unrealized gain (loss) on currency forward contracts | 92 | 154 |
| Change in unrealized gain (loss) on currency spot contracts | – | (1) |
| Change in unrealized gain (loss) on futures contracts | 926 | (593) |
| Net gain (loss) on investments | **40** | **484** |
| Securities lending | 6 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 21 | 80 |
| Total income (loss), net | **67** | **564** |
| **EXPENSES** | | |
| Management fees (note 5) | 144 | 192 |
| Fixed administration fees (note 6) | 63 | 67 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 22 | 30 |
| Transaction costs | 1 | 2 |
| Total expenses | **231** | **292** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **231** | **292** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(164)** | **272** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (151) | (135) |
| Series F | (13) | (7) |
| Series H (in equivalent CAD) | 23 | 39 |
| Series I | 6 | –** |
| Series IP | –** | –** |
| Series O | (29) | 375 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series H | 17 | 29 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (0.08) | (0.06) |
| Series F | (0.04) | (0.02) |
| Series H (in equivalent CAD) | 0.53 | 1.22 |
| Series I | 0.04 | 0.03 |
| Series IP | – | 0.03 |
| Series O | –** | 0.04 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series H | 0.40 | 0.92 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 1,859,195 | 2,351,906 |
| Series F | 334,055 | 597,076 |
| Series H | 43,544 | 31,794 |
| Series I | 160,132 | 5,985 |
| Series IP | 9,347 | 8,998 |
| Series O | 12,899,511 | 11,479,636 |

**This yields a non-zero amount which rounds to zero.

** This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Bond Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 18,999 | 23,916 |
| Series F | 3,395 | 5,697 |
| Series H | 430 | 385 |
| Series I | 1,955 | 58 |
| Series IP | 88 | 88 |
| Series O | 118,973 | 108,377 |
| | **143,840** | **138,521** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (151) | (135) |
| Series F | (13) | (7) |
| Series H | 23 | 39 |
| Series I | 6 | – |
| Series O | (29) | 375 |
| | **(164)** | **272** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (64) | (167) |
| Series F | (28) | (67) |
| Series H | (2) | (3) |
| Series I | (17) | (2) |
| Series IP | (1) | (1) |
| Series O | (1,445) | (1,707) |
| From net realized gains on investments | | |
| Series A | (30) | (62) |
| Series F | (5) | (16) |
| Series H | (1) | (1) |
| Series I | (2) | – |
| Series O | (200) | (299) |
| From return of capital | | |
| Series A | (225) | (176) |
| Series F | (38) | (47) |
| Series H | (6) | (2) |
| Series I | (20) | – |
| Series IP | (1) | (1) |
| Series O | (1,696) | (972) |
| | **(3,781)** | **(3,523)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,237 | 2,587 |
| Series F | 160 | 967 |
| Series H | 700 | – |
| Series O | 8,324 | 8,088 |
| Reinvested distributions | | |
| Series A | 274 | 350 |
| Series F | 44 | 47 |
| Series H | 7 | 6 |
| Series I | 35 | 2 |
| Series IP | 2 | 2 |
| Series O | 3,340 | 2,978 |
| Payments on redemption | | |
| Series A | (4,693) | (4,920) |
| Series F | (755) | (756) |
| Series H | (6) | (56) |
| Series I | (1,952) | – |
| Series IP | – | (1) |
| Series O | (7,413) | (4,219) |
| | **(696)** | **5,075** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (3,652) | (2,523) |
| Series F | (635) | 121 |
| Series H | 715 | (17) |
| Series I | (1,950) | – |
| Series IP | – | (1) |
| Series O | 881 | 4,244 |
| | **(4,641)** | **1,824** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 15,348 | 21,393 |
| Series F | 2,760 | 5,818 |
| Series H | 1,145 | 368 |
| Series I | 5 | 58 |
| Series IP | 88 | 87 |
| Series O | 119,853 | 112,621 |
| | **139,199** | **140,345** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (164) | 272 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 159 | (989) |
| Net realized (gain) loss on options contracts | 26 | 12 |
| Unrealized foreign currency translation (gain) loss | – | (123) |
| Change in unrealized (gain) loss on non-derivative financial assets | 3,071 | 685 |
| Change in unrealized (gain) loss on options contracts | (25) | – |
| Change in unrealized (gain) loss on currency forward contracts | (92) | (154) |
| Change in unrealized (gain) loss on currency spot contracts | – | 1 |
| Change in unrealized (gain) loss on futures contracts | (926) | 593 |
| Purchases of portfolio investments | (22,836) | (76,345) |
| Proceeds from sale of portfolio investments | 22,516 | 72,664 |
| Margin deposited on derivatives | 978 | 884 |
| Accrued investment income and other | 56 | 103 |
| Accrued expenses and other payables | (6) | (3) |
| **Net cash provided by (used in) operating activities** | **2,757** | **(2,400)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 10,325 | 11,079 |
| Amounts paid on redemption of redeemable units | (14,636) | (9,587) |
| Distributions to unitholders of redeemable units | (79) | (139) |
| **Net cash provided by (used in) financing activities** | **(4,390)** | **1,353** |
| Unrealized foreign currency translation gain (loss) | – | 123 |
| Net increase (decrease) in cash | (1,633) | (924) |
| Cash (bank overdraft), beginning of period | 5,889 | 4,435 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **4,256** | **3,511** |
| Interest received[1] | 2,430 | 2,260 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (91.4%)** | | | | |
| **Canadian Bonds and Debentures (83.2%)** | | | | |
| **Federal (18.2%)** | | | | |
| Canada Housing Trust, 1.031% Sep. 15 17 | | 2,605 | 2,615 | 2,611 |
| Canada Housing Trust, 0.871% Sep. 15 18 | | 2,398 | 2,401 | 2,402 |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | | 545 | 544 | 544 |
| CPPIB Capital Inc., 1.40% Jun. 04 20, Series "A" | | 4,032 | 4,025 | 4,025 |
| Government of Canada, 0.25% May 01 18 | | 4,000 | 3,967 | 3,977 |
| Government of Canada, 1.75% Sep. 01 19 | | 1,440 | 1,488 | 1,475 |
| Government of Canada, 4.25% Dec. 01 21, Real Return Bond | | 5,426 | 10,858 | 10,239 |
| | | | **25,898** | **25,273** |
| **Provincial (39.0%)** | | | | |
| Province of Alberta, 3.10% Jun. 01 24 | | 525 | 560 | 555 |
| Province of British Columbia, 3.70% Dec. 18 20 | | 4,951 | 5,557 | 5,379 |
| Province of British Columbia, 2.70% Dec. 18 22 | | 753 | 791 | 789 |
| Province of British Columbia, 3.30% Dec. 18 23 | | 100 | 111 | 108 |
| Province of Manitoba, 3.30% Jun. 02 24 | | 1,429 | 1,534 | 1,525 |
| Province of Manitoba, 2.45% Jun. 02 25 | | 1,750 | 1,750 | 1,750 |
| Province of New Brunswick, 4.50% Jun. 02 20 | | 581 | 660 | 639 |
| Province of New Brunswick, 3.35% Dec. 03 21 | | 481 | 523 | 516 |
| Province of New Brunswick, 3.65% Jun. 03 24 | | 863 | 949 | 939 |
| Province of Nova Scotia, 4.10% Jun. 01 21 | | 730 | 825 | 805 |
| Province of Ontario, 1.047% Dec. 03 18 | | 5,000 | 5,034 | 5,015 |
| Province of Ontario, 4.20% Jun. 02 20 | | 258 | 287 | 282 |
| Province of Ontario, 4.00% Jun. 02 21 | | 806 | 908 | 887 |
| Province of Ontario, 3.15% Jun. 02 22 | | 10,259 | 11,152 | 10,946 |
| Province of Ontario, 2.85% Jun. 02 23 | | 7,699 | 7,600 | 8,067 |
| Province of Ontario, 2.60% Jun. 02 25 | | 2,708 | 2,743 | 2,752 |
| Province of Quebec, 4.50% Dec. 01 19 | | 600 | 677 | 655 |
| Province of Quebec, 4.50% Dec. 01 20 | | 800 | 917 | 891 |
| Province of Quebec, 3.00% Sep. 01 23 | | 5,700 | 6,111 | 6,024 |
| Province of Quebec, 3.75% Sep. 01 24 | | 1,918 | 2,145 | 2,118 |
| Province of Quebec, 2.75% Sep. 01 25 | | 3,515 | 3,602 | 3,608 |
| | | | **54,436** | **54,250** |
| **Corporate (26.0%)** | | | | |
| AltaGas Ltd., 3.72% Sep. 28 21, Series 8 | | 1,850 | 1,854 | 1,954 |
| AltaLink, L.P., 3.621% Sep. 17 20 | | 472 | 522 | 504 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 503 | 559 | 547 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 569 | 608 | 603 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 92 | 92 | 90 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 1,552 | 1,540 | 1,552 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 662 | 678 | 674 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 190 | 190 | 189 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 610 | 610 | 613 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | | 205 | 221 | 218 |
| Bell Canada, 4.95% May 19 21, Series "M-24" | | 1,440 | 1,622 | 1,606 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | | 1,114 | 1,123 | 1,200 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | | 294 | 294 | 288 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | | 706 | 715 | 769 |
| Canadian Imperial Bank of Commerce, 1.70% Oct. 09 18 | | 231 | 232 | 232 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 707 | 727 | 722 |
| Canadian Imperial Bank of Commerce, 1.64% Jul. 12 21 | | 304 | 304 | 300 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 371 | 371 | 379 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | | 763 | 777 | 773 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 359 | 359 | 360 |
| Emera Incorporated, 2.90% Jun. 16 23 | | 399 | 399 | 398 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 424 | 449 | 460 |
| Enbridge Income Fund Holdings Inc., 4.10% Feb. 22 19, Series 6 | | 630 | 640 | 660 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | | 322 | 441 | 421 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 356 | 356 | 356 |
| First Capital Realty Inc., 4.43% Jan. 31 22, Series "O" | | 1,078 | 1,084 | 1,160 |
| Fortis Inc., 2.85% Oct. 12 23 | | 260 | 260 | 261 |
| Greater Toronto Airports Authority, 4.85% Jun. 01 17 | | 33 | 35 | 34 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 362 | 362 | 360 |
| Hydro One Inc., 1.62% Apr. 30 20 | | 960 | 956 | 960 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | | 553 | 612 | 613 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 707 | 719 | 734 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 26 | 26 | 26 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | | 829 | 836 | 864 |
| OMERS Realty Corporation, 3.328% Nov. 12 24 | | 1,173 | 1,239 | 1,226 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 1,370 | 1,361 | 1,438 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 1,072 | 1,193 | 1,208 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 685 | 703 | 699 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 1,000 | 1,000 | 1,005 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 926 | 973 | 960 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 349 | 349 | 350 |
| Smart Real Estate Investment Trust, 3.73% Jul. 22 22, Series "M" | | 1,000 | 1,031 | 1,037 |
| Suncor Energy Inc., 5.80% May 22 18 | | 348 | 398 | 369 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 248 | 247 | 245 |
| TELUS Corporation, 3.35% Dec. 15 22, Series "CJ" | | 1,533 | 1,618 | 1,588 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 189 | 193 | 193 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 324 | 322 | 324 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 253 | 261 | 260 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 191 | 197 | 196 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 173 | 173 | 168 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 1,533 | 1,614 | 1,612 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 1,100 | 1,202 | 1,193 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 685 | 689 | 719 |
| Westcoast Energy Inc., 4.57% Jul. 02 20 | | 476 | 519 | 515 |
| | | | **35,855** | **36,185** |
| **Foreign Bonds and Debentures (8.2%)** | | | | |
| **Australia (0.4%)** | | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | | | 507 | **522** | **514** |
| **France (0.5%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 480 | **549** | **717** |
| **United Kingdom (0.6%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 86 | 88 | 89 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 698 | 692 | 709 |
| | | | **780** | **798** |
| **United States (6.7%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 409 | 505 | 540 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 493 | 628 | 664 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 90 | 100 | 124 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 401 | 482 | 587 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 289 | 544 | 526 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 691 | 1,050 | 1,006 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 1,065 | 1,322 | 1,466 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 331 | 507 | 507 |
| Simon Property Group, L.P., 3.375% Oct. 01 24 | USD | 225 | 302 | 305 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 194 | 247 | 265 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 540 | 787 | 782 |
| UnitedHealth Group Incorporated, 3.375% Aug. 15 21 | USD | 371 | 471 | 517 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 163 | 229 | 220 |
| Walt Disney Company (The), 2.30% Feb. 12 21 | USD | 500 | 699 | 675 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 329 | 418 | 435 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 114 | 151 | 155 |
| Wells Fargo & Company, 2.125% Apr. 22 19, Series "L" | USD | 128 | 171 | 172 |
| Wells Fargo & Company, 2.509% Oct. 27 23 | | 450 | 451 | 441 |
| | | | **9,064** | **9,387** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.4%)** | | | **127,104** | **127,124** |
| **TRANSACTION COSTS (0.0%)** | | | **(1)** | **–** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Bond Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.4%)** | | **127,103** | **127,124** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **29** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (8.1%)** | | | |
| Canadian | | 1,537 | 1,537 |
| Foreign | | 2,719 | 2,719 |
| **Money Market Instruments** | | | |
| Government of Canada T-Bill, 0.00%, Feb. 23 17 | 7,000 | 6,995 | 6,995 |
| | | **11,251** | **11,251** |
| **OTHER NET ASSETS (LIABILITIES) (0.5%)** | | | **795** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **139,199** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.
**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

## Schedule of Derivative Instruments

### *Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 3,098 | (USD) (2,300) | 0.742 | 0.745 | 10 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 2,156 | (USD) (1,600) | 0.742 | 0.745 | 8 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 944 | (USD) (700) | 0.742 | 0.745 | 4 |
| | | | | | | | **22** |

### *Unrealized Gain on Currency Forward Contracts – Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 501 | (CAD) (660) | 1.318 | 1.342 | 12 |
| | | | | | | | **12** |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **34** |

### *Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 525 | (USD) (400) | 0.762 | 0.745 | (12) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 20 | (USD) (15) | 0.749 | 0.745 | – |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 3,076 | (USD) (2,305) | 0.749 | 0.745 | (16) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 1,846 | (USD) (1,380) | 0.748 | 0.745 | (6) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 268 | (USD) (200) | 0.747 | 0.745 | (1) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 401 | (USD) (300) | 0.748 | 0.745 | (2) |
| | | | | | | | **(37)** |

### *Unrealized Loss on Currency Forward Contracts – Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 5 | (USD) (4) | 0.747 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 356 | (CAD) (480) | 1.347 | 1.342 | (1) |
| | | | | | | | **(1)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(38)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series H.

### *Unrealized Gain (Loss) on Futures Contracts*

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (25) | CAD | 138.8600 | 22-Mar-17 | (3,471) | (3,438) | 33 |
| | | | | | **(3,471)** | **(3,438)** | **33** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Bond Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income and capital appreciation from an actively managed diversified portfolio of primarily fixed income securities from around the globe.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 10,187 | 5,046 |
| 1-3 years | 18,333 | 21,174 |
| 3-5 years | 41,313 | 33,039 |
| 5-10 years | 62,669 | 75,683 |
| > 10 years | 1,650 | 1,180 |
| | **134,152** | **136,122** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $1,376,000 or approximately 1.0% (June 30, 2016 – $1,519,000 or approximately 1.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 12,461 | (12,349) | 112 | 0.1 |
| | **12,461** | **(12,349)** | **112** | **0.1** |

**Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,145 | (1,146) | (1) | (0.0) |
| | **1,145** | **(1,146)** | **(1)** | **(0.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 11,479 | (7,543) | 3,936 | 2.7 |
| | **11,479** | **(7,543)** | **3,936** | **2.7** |

**Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 430 | (429) | 1 | 0.0 |
| | **430** | **(429)** | **1** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $11,000 or approximately 0.0% (June 30, 2016 – $394,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately nil% (June 30, 2016 – 0.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately nil (June 30, 2016 – $2,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

# Dynamic Strategic Bond Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 5.2 | 5.0 | 2.8 | 2.7 |
| AAA | 23.5 | 22.7 | 23.1 | 22.0 |
| AA | 11.4 | 10.9 | 11.2 | 10.7 |
| A | 45.3 | 43.7 | 46.4 | 44.2 |
| BBB | 14.3 | 13.8 | 16.2 | 15.4 |
| Unrated | 0.3 | 0.3 | 0.3 | 0.3 |
| | **100.0** | **96.4** | **100.0** | **95.3** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **91.4** | **92.5** |
| **Canadian Bonds and Debentures** | | |
| Federal | 18.2 | 17.5 |
| Provincial | 39.0 | 38.9 |
| Corporate | 26.0 | 26.9 |
| **Foreign Bonds and Debentures** | | |
| Australia | 0.4 | 0.5 |
| France | 0.5 | 0.5 |
| United Kingdom | 0.6 | 0.9 |
| United States | 6.7 | 7.3 |
| **PURCHASED OPTIONS** | **–** | **0.0** |
| **WRITTEN OPTIONS** | **–** | **0.0** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **8.1** | **6.8** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 127,124 | – | 127,124 |
| Money market instruments | – | 6,995 | – | 6,995 |
| Unrealized gain on currency forward contracts | – | 34 | – | 34 |
| Unrealized gain on futures contracts | 33 | – | – | 33 |
| | **33** | **134,153** | **–** | **134,186** |
| Unrealized loss on currency forward contracts | – | (38) | – | (38) |
| | **33** | **134,115** | **–** | **134,148** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 133,117 | – | 133,117 |
| Money market instruments | – | 3,898 | – | 3,898 |
| Warrants, rights and options | – | 32 | – | 32 |
| Unrealized gain on currency forward contracts | – | 13 | – | 13 |
| | **–** | **137,060** | **–** | **137,060** |
| Liability for written options | – | (17) | – | (17) |
| Unrealized loss on currency forward contracts | – | (109) | – | (109) |
| Unrealized loss on futures contracts | (893) | – | – | (893) |
| | **(893)** | **136,934** | **–** | **136,041** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 34 | (18) | – | 16 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **34** | **(18)** | **–** | **16** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 38 | (18) | – | 20 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **38** | **(18)** | **–** | **20** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 13 | (5) | – | 8 |
| Options contracts – OTC | 32 | (17) | – | 15 |
| Swap contracts – OTC | – | – | – | – |
| | **45** | **(22)** | **–** | **23** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 109 | (5) | – | 104 |
| Options contracts – OTC | 17 | (17) | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **126** | **(22)** | **–** | **104** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Currency Neutral Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 54,742 | 70,310 |
| Unrealized gain on currency forward contracts | 282 | 51 |
| Cash | 649 | 638 |
| Receivable for securities sold | 152 | 185 |
| Subscriptions receivable | 12 | 141 |
| Accrued investment income and other | 4 | 9 |
| | **55,841** | **71,334** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 35 | 39 |
| Payable for securities purchased | 18 | 38 |
| Redemptions payable | 47 | 450 |
| Accrued expenses | 11 | 14 |
| Unrealized loss on currency forward contracts | 39 | 714 |
| | **150** | **1,255** |
| **Net assets attributable to holders of redeemable units** | **55,691** | **70,079** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 36,661 | 42,969 |
| Series F | 16,206 | 17,754 |
| Series FI | n/a | 6,193 |
| Series I | 2,233 | 3,163 |
| Series U | 591 | n/a |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 8.44 | 8.66 |
| Series F | 9.59 | 9.77 |
| Series FI | n/a | 14.44 |
| Series I | 11.28 | 11.44 |
| Series U | 9.10 | n/a |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | – | 9,390 |
| Net realized gain (loss) on non-derivative financial assets | 3,033 | 4,653 |
| Net realized gain (loss) on currency forward contracts | (3,099) | (5,550) |
| Change in unrealized gain (loss) on non-derivative financial assets | (1,166) | (10,178) |
| Change in unrealized gain (loss) on currency forward contracts | 906 | (274) |
| Total income (loss), net | **(326)** | **(1,959)** |
| **EXPENSES** | | |
| Management fees (note 5) | 209 | 213 |
| Fixed administration fees (note 6) | 69 | 67 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 30 | 32 |
| Total expenses | **310** | **314** |
| Expenses absorbed by the Manager | (4) | (4) |
| Net expenses | **306** | **310** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(632)** | **(2,269)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (717) | (1,830) |
| Series F | (201) | (332) |
| Series FI | 321 | (43) |
| Series I | 7 | (64) |
| Series U | (42) | n/a |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (0.15) | (0.43) |
| Series F | (0.11) | (0.45) |
| Series FI | 1.49 | (0.61) |
| Series I | 0.03 | (0.41) |
| Series U | (0.90) | n/a |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 4,688,419 | 4,325,945 |
| Series F | 1,775,179 | 719,165 |
| Series FI | 215,653 | 71,609 |
| Series I | 228,392 | 161,652 |
| Series U | 46,550 | n/a |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 42,969 | 45,325 |
| Series F | 17,754 | 7,178 |
| Series FI | 6,193 | 996 |
| Series I | 3,163 | 2,062 |
| Series U | n/a | n/a |
| | **70,079** | **55,561** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (717) | (1,830) |
| Series F | (201) | (332) |
| Series FI | 321 | (43) |
| Series I | 7 | (64) |
| Series U | (42) | n/a |
| | **(632)** | **(2,269)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,897 | 3,248 |
| Series F | 9,280 | 3,908 |
| Series FI | 1 | 1,117 |
| Series I | 135 | 257 |
| Series U | 652 | n/a |
| Payments on redemption | | |
| Series A | (7,488) | (5,304) |
| Series F | (10,627) | (816) |
| Series FI | (6,515) | (637) |
| Series I | (1,072) | (52) |
| Series U | (19) | n/a |
| | **(13,756)** | **1,721** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (6,308) | (3,886) |
| Series F | (1,548) | 2,760 |
| Series FI | (6,193) | 437 |
| Series I | (930) | 141 |
| Series U | 591 | n/a |
| | **(14,388)** | **(548)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 36,661 | 41,439 |
| Series F | 16,206 | 9,938 |
| Series FI | n/a | 1,433 |
| Series I | 2,233 | 2,203 |
| Series U | 591 | n/a |
| | **55,691** | **55,013** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (632) | (2,269) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,033) | (4,653) |
| Unrealized foreign currency translation (gain) loss | – | – |
| Change in unrealized (gain) loss on non-derivative financial assets | 1,166 | 10,178 |
| Change in unrealized (gain) loss on currency forward contracts | (906) | 274 |
| Other non-cash transactions | – | (9,390) |
| Purchases of portfolio investments | (1,569) | (5,627) |
| Proceeds from sale of portfolio investments | 19,017 | 11,894 |
| Accrued investment income and other | 5 | 5 |
| Accrued expenses and other payables | (7) | (1) |
| **Net cash provided by (used in) operating activities** | **14,041** | **411** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 7,290 | 7,692 |
| Amounts paid on redemption of redeemable units | (21,320) | (6,191) |
| **Net cash provided by (used in) financing activities** | **(14,030)** | **1,501** |
| Net increase (decrease) in cash | 11 | 1,912 |
| Cash (bank overdraft), beginning of period | 638 | (1,104) |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **649** | **808** |
| Interest paid[1] | 1 | – |
| Dividends received, net of withholding taxes[1] | – | 8,935 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Currency Neutral Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (98.3%)** | | | |
| Dynamic Power American Growth Fund, Series "F" | 4,596,653 | 46,561 | 52,540 |
| Dynamic Power American Growth Fund, Series "O" | 140,975 | 2,104 | 2,202 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.3%)** | | **48,665** | **54,742** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.4%)** | | **–** | **243** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.2%)** | | | |
| Canadian | | 649 | 649 |
| Foreign | | – | – |
| | | **649** | **649** |
| **OTHER NET ASSETS (LIABILITIES) (0.1%)** | | | **57** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **55,691** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 60,879 | (USD) | (45,211) | 0.743 | 0.745 | 185 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 4,198 | (USD) | (3,098) | 0.738 | 0.745 | 40 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 19 | (CAD) | (26) | 1.341 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 1,344 | (CAD) | (1,802) | 1.340 | 1.342 | 3 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 818 | (CAD) | (1,097) | 1.342 | 1.342 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 1,111 | (CAD) | (1,480) | 1.332 | 1.342 | 11 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 1,787 | (CAD) | (2,374) | 1.329 | 1.342 | 24 |
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | USD | 22 | (CAD) | (29) | 1.316 | 1.342 | 1 |
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | USD | 22 | (CAD) | (29) | 1.313 | 1.342 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 516 | (CAD) | (676) | 1.312 | 1.342 | 15 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD | 411 | (CAD) | (551) | 1.341 | 1.342 | 1 |
| | | | | | | | | | **282** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 25 | (USD) | (19) | 0.757 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 1,815 | (USD) | (1,362) | 0.750 | 0.745 | (13) |
| State Street Bank & Trust Company | A-1+ | 24-Feb-17 | CAD | 1,006 | (USD) | (752) | 0.748 | 0.745 | (3) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 592 | (USD) | (444) | 0.748 | 0.745 | (2) |
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD | 87 | (USD) | (65) | 0.750 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 1,242 | (CAD) | (1,677) | 1.351 | 1.342 | (10) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 898 | (CAD) | (1,208) | 1.345 | 1.342 | (2) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 1,098 | (CAD) | (1,476) | 1.344 | 1.342 | (2) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD | 571 | (CAD) | (773) | 1.354 | 1.342 | (6) |
| | | | | | | | | | **(39)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Currency Neutral Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth primarily through exposure to equity securities of United States businesses.

The Fund invests in units of Dynamic Power American Growth Fund (the "Underlying Fund"). The significant risk exposures of the Underlying Fund and the Fund's sensitivities to these exposures are indicated below.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Underlying Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Underlying Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Underlying Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 54,482 | (55,162) | (680) | (1.2) |
| | **54,482** | **(55,162)** | **(680)** | **(1.2)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 70,499 | (69,777) | 722 | 1.0 |
| | **70,499** | **(69,777)** | **722** | **1.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $68,000 or approximately 0.0% (June 30, 2016 – $72,000 or approximately 0.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, derivatives and commodities, as applicable. As at December 31, 2016, approximately 96.8% (June 30, 2016 – 99.5%) of the Underlying Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $5,299,000 (June 30, 2016 – $6,994,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Underlying Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Underlying Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **96.8** | **99.5** |
| United States | 96.8 | 99.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.2** | **3.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 54,742 | – | – | 54,742 |
| Unrealized gain on currency forward contracts | – | 282 | – | 282 |
| | **54,742** | **282** | **–** | **55,024** |
| Unrealized loss on currency forward contracts | – | (39) | – | (39) |
| | **54,742** | **243** | **–** | **54,985** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 70,310 | – | – | 70,310 |
| Unrealized gain on currency forward contracts | – | 51 | – | 51 |
| | **70,310** | **51** | **–** | **70,361** |
| Unrealized loss on currency forward contracts | – | (714) | – | (714) |
| | **70,310** | **(663)** | **–** | **69,647** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Currency Neutral Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 282 | (33) | – | 249 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **282** | **(33)** | **–** | **249** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 39 | (33) | – | 6 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **39** | **(33)** | **–** | **6** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 51 | (51) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **51** | **(51)** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 714 | (51) | – | 663 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **714** | **(51)** | **–** | **663** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Fund, Series "F" | 52,540 | 6.3 |
| Dynamic Power American Growth Fund, Series "O" | 2,202 | 0.3 |
| | **54,742** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Fund, Series "F" | 67,022 | 7.5 |
| Dynamic Power American Growth Fund, Series "O" | 3,288 | 0.4 |
| | **70,310** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Growth Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 810,582 | 894,391 |
| Cash | 9,968 | 28,611 |
| Receivable for securities sold | 19,957 | – |
| Subscriptions receivable | 696 | 926 |
| Accrued investment income and other | 2 | 2 |
| | **841,205** | **923,930** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 1,106 | 1,201 |
| Payable for securities purchased | – | 20,414 |
| Redemptions payable | 2,631 | 2,999 |
| Accrued expenses | 128 | 139 |
| | **3,865** | **24,753** |
| **Net assets attributable to holders of redeemable units** | **837,340** | **899,177** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 500,852 | 550,510 |
| Series F | 174,251 | 176,987 |
| Series I | 1,224 | 1,209 |
| Series IP | 11,203 | 15,818 |
| Series O | 136,858 | 141,328 |
| Series OP | 10 | 10 |
| Series T | 12,356 | 13,315 |
| Series U | 586 | n/a |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 12.02 | 11.94 |
| Series F | 11.43 | 11.29 |
| Series I | 15.75 | 15.46 |
| Series IP | 16.42 | 16.12 |
| Series O | 15.62 | 15.34 |
| Series OP | 22.79 | 22.38 |
| Series T | 3.84 | 4.00 |
| Series U | 9.26 | n/a |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 8.95 | 9.18 |
| Series F | 8.51 | 8.68 |
| Series I | 11.73 | 11.89 |
| Series IP | 12.23 | 12.39 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 201 | 370 |
| Interest for distribution purposes | 19 | 2,243 |
| Net realized gain (loss) on non-derivative financial assets | 34,279 | 124,581 |
| Change in unrealized gain (loss) on non-derivative financial assets | (12,542) | (50,159) |
| Net gain (loss) on investments | **21,957** | **77,035** |
| Net realized and unrealized foreign currency translation gain (loss) | (96) | 79 |
| Total income (loss), net | **21,861** | **77,114** |
| **EXPENSES** | | |
| Management fees (note 5) | 6,545 | 7,976 |
| Fixed administration fees (note 6) | 752 | 899 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | 1 |
| Foreign withholding taxes/tax reclaims | 30 | 55 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 797 | 976 |
| Transaction costs | 1,200 | 1,577 |
| Total expenses | **9,328** | **11,485** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **9,328** | **11,485** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **12,533** | **65,629** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 6,034 | 39,907 |
| Series F | 3,029 | 11,131 |
| Series I | 22 | 97 |
| Series IP | 386 | 1,352 |
| Series O | 2,946 | 12,171 |
| Series OP | –** | 1 |
| Series T | 152 | 970 |
| Series U | (36) | n/a |

**This yields a non-zero amount which rounds to zero.

| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
|---|---|---|
| Series A | 0.14 | 0.96 |
| Series F | 0.20 | 1.00 |
| Series I | 0.28 | 1.52 |
| Series IP | 0.44 | 1.56 |
| Series O | 0.33 | 1.58 |
| Series OP | –** | 2.19 |
| Series T | 0.05 | 0.31 |
| Series U | (0.79) | n/a |

**This yields a non-zero amount which rounds to zero.

| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
|---|---|---|
| Series A | 43,818,688 | 41,632,359 |
| Series F | 15,037,862 | 11,183,455 |
| Series I | 78,053 | 64,316 |
| Series IP | 885,204 | 869,294 |
| Series O | 9,023,768 | 7,680,534 |
| Series OP | 427 | 348 |
| Series T | 3,232,776 | 3,084,265 |
| Series U | 45,349 | n/a |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Growth Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 550,510 | 651,258 |
| Series F | 176,987 | 159,343 |
| Series I | 1,209 | 1,326 |
| Series IP | 15,818 | 18,386 |
| Series O | 141,328 | 167,710 |
| Series OP | 10 | 10 |
| Series T | 13,315 | 15,828 |
| Series U | – | n/a |
| | **899,177** | **1,013,861** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 6,034 | 39,907 |
| Series F | 3,029 | 11,131 |
| Series I | 22 | 97 |
| Series IP | 386 | 1,352 |
| Series O | 2,946 | 12,171 |
| Series OP | – | 1 |
| Series T | 152 | 970 |
| Series U | (36) | n/a |
| | **12,533** | **65,629** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | – | (125,112) |
| Series F | – | (32,267) |
| Series I | – | (278) |
| Series IP | – | (3,932) |
| Series O | – | (34,574) |
| Series OP | – | (2) |
| Series T | – | (2,458) |
| From return of capital | | |
| Series T | (636) | – |
| | **(636)** | **(198,623)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 28,605 | 82,031 |
| Series F | 38,211 | 43,779 |
| Series IP | 1,022 | 2,341 |
| Series O | 2,302 | 4,298 |
| Series T | 1,236 | 3,262 |
| Series U | 640 | n/a |
| Reinvested distributions | | |
| Series A | – | 120,471 |
| Series F | – | 28,320 |
| Series I | – | 278 |
| Series IP | – | 3,932 |
| Series O | – | 34,574 |
| Series OP | – | 2 |
| Series T | 295 | 1,179 |
| Payments on redemption | | |
| Series A | (84,297) | (57,677) |
| Series F | (43,976) | (23,063) |
| Series I | (7) | (9) |
| Series IP | (6,023) | (1,621) |
| Series O | (9,718) | (16,910) |
| Series T | (2,006) | (1,563) |
| Series U | (18) | n/a |
| | **(73,734)** | **223,624** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (49,658) | 59,620 |
| Series F | (2,736) | 27,900 |
| Series I | 15 | 88 |
| Series IP | (4,615) | 2,072 |
| Series O | (4,470) | (441) |
| Series OP | – | 1 |
| Series T | (959) | 1,390 |
| Series U | 586 | n/a |
| | **(61,837)** | **90,630** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 500,852 | 710,878 |
| Series F | 174,251 | 187,243 |
| Series I | 1,224 | 1,414 |
| Series IP | 11,203 | 20,458 |
| Series O | 136,858 | 167,269 |
| Series OP | 10 | 11 |
| Series T | 12,356 | 17,218 |
| Series U | 586 | n/a |
| | **837,340** | **1,104,491** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 12,533 | 65,629 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (34,279) | (124,581) |
| Unrealized foreign currency translation (gain) loss | 16 | (99) |
| Change in unrealized (gain) loss on non-derivative financial assets | 12,542 | 50,159 |
| Purchases of portfolio investments | (1,138,229) | (2,185,702) |
| Proceeds from sale of portfolio investments | 1,203,404 | 2,142,454 |
| Accrued investment income and other | – | (2) |
| Accrued expenses and other payables | (106) | 149 |
| **Net cash provided by (used in) operating activities** | **55,881** | **(51,993)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 61,091 | 127,173 |
| Amounts paid on redemption of redeemable units | (135,258) | (94,173) |
| Distributions to unitholders of redeemable units | (341) | (9,867) |
| **Net cash provided by (used in) financing activities** | **(74,508)** | **23,133** |
| Unrealized foreign currency translation gain (loss) | (16) | 99 |
| Net increase (decrease) in cash | (18,643) | (28,761) |
| Cash (bank overdraft), beginning of period | 28,611 | 37,327 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **9,968** | **8,566** |
| Interest paid[1] | 2 | 1 |
| Interest received[1] | 19 | 2,240 |
| Dividends received, net of withholding taxes[1] | 171 | 315 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (96.8%)** | | | |
| **United States (96.8%)** | | | |
| Abiomed, Inc. | 269,700 | 33,172 | 40,804 |
| Acacia Communications, Inc. | 384,000 | 35,814 | 31,838 |
| Align Technology, Inc. | 281,900 | 35,357 | 36,386 |
| Amazon.com, Inc. | 41,700 | 35,821 | 42,005 |
| Arista Networks, Inc. | 356,100 | 38,678 | 46,269 |
| Celgene Corporation | 271,900 | 42,887 | 42,284 |
| Ellie Mae, Inc. | 298,900 | 33,857 | 33,584 |
| Gigamon Inc. | 683,800 | 35,280 | 41,821 |
| Incyte Corporation | 310,100 | 41,732 | 41,750 |
| Inphi Corporation | 876,900 | 39,517 | 52,519 |
| Netflix, Inc. | 264,400 | 43,775 | 43,950 |
| Nevro Corp. | 269,300 | 29,435 | 26,278 |
| NVIDIA Corporation | 288,400 | 17,918 | 41,333 |
| Priceline Group Inc. (The) | 12,700 | 26,603 | 25,012 |
| Proofpoint, Inc. | 446,300 | 42,935 | 42,337 |
| ServiceNow, Inc. | 542,600 | 61,427 | 54,175 |
| Splunk Inc. | 348,000 | 28,309 | 23,900 |
| Square, Inc., Class "A" | 884,800 | 16,802 | 16,193 |
| TESARO, Inc. | 144,800 | 22,264 | 26,146 |
| Ulta Salon, Cosmetics & Fragrance, Inc. | 140,200 | 36,962 | 47,992 |
| Veeva Systems Inc., Class "A" | 771,000 | 32,950 | 42,134 |
| Zillow Group, Inc., Class "A" | 242,600 | 12,233 | 11,872 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.8%)** | | **743,728** | **810,582** |
| **TRANSACTION COSTS (0.0%)** | | **(348)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.8%)** | | **743,380** | **810,582** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.2%)** | | | |
| Canadian | | 7,136 | 7,136 |
| Foreign | | 2,847 | 2,832 |
| | | **9,983** | **9,968** |
| **OTHER NET ASSETS (LIABILITIES) (2.0%)** | | | **16,790** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **837,340** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Growth Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of United States based businesses.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 833,373 | – | 833,373 | 99.5 |
| | **833,373** | **–** | **833,373** | **99.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 901,588 | – | 901,588 | 100.3 |
| | **901,588** | **–** | **901,588** | **100.3** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $83,337,000 or approximately 10.0% (June 30, 2016 – $90,159,000 or approximately 10.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 96.8% (June 30, 2016 – 99.5%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $81,058,000 (June 30, 2016 – $89,439,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **96.8** | **99.5** |
| United States | 96.8 | 99.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.2** | **3.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 810,582 | – | – | 810,582 |
| | **810,582** | **–** | **–** | **810,582** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 894,391 | – | – | 894,391 |
| | **894,391** | **–** | **–** | **894,391** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 790,280 | 835,126 |
| Unrealized gain on currency forward contracts | 11 | 37 |
| Unrealized gain on futures contracts | 330 | – |
| Cash | 2,460 | 5,172 |
| Margin deposited on derivatives | 2,155 | 3,212 |
| Receivable for securities sold | 158 | 3,583 |
| Subscriptions receivable | 189 | 159 |
| Accrued investment income and other | 1,838 | 2,291 |
| | **797,421** | **849,580** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 614 | 660 |
| Payable for securities purchased | – | 8,357 |
| Redemptions payable | 1,606 | 1,368 |
| Accrued expenses | 79 | 84 |
| Unrealized loss on currency forward contracts | 412 | 1,753 |
| Unrealized loss on futures contracts | – | 2,021 |
| | **2,711** | **14,243** |
| **Net assets attributable to holders of redeemable units** | **794,710** | **835,337** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 338,857 | 361,566 |
| Series E | 121 | 306 |
| Series F | 14,197 | 13,221 |
| Series FT | 603 | 501 |
| Series G | 110,590 | 115,680 |
| Series I | 3,730 | 3,847 |
| Series IP | 126 | 264 |
| Series O | 303,884 | 314,408 |
| Series OP | 11,599 | 12,975 |
| Series T | 11,003 | 12,569 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 9.89 | 9.51 |
| Series E | 12.24 | 11.84 |
| Series F | 9.82 | 9.48 |
| Series FT | 9.98 | 9.70 |
| Series G | 9.89 | 9.52 |
| Series I | 7.10 | 6.88 |
| Series IP | 11.93 | 11.90 |
| Series O | 6.97 | 6.76 |
| Series OP | 12.67 | 12.18 |
| Series T | 4.59 | 4.48 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 3,891 | 4,423 |
| Interest for distribution purposes | 4,949 | 6,945 |
| Net realized gain (loss) on non-derivative financial assets | 7,696 | 17,162 |
| Net realized gain (loss) on currency forward contracts | (3,993) | (9,460) |
| Net realized gain (loss) on futures contracts | 833 | (1,798) |
| Change in unrealized gain (loss) on non-derivative financial assets | 33,058 | (45,608) |
| Change in unrealized gain (loss) on currency forward contracts | 1,315 | 2,628 |
| Change in unrealized gain (loss) on futures contracts | 2,351 | (749) |
| Net gain (loss) on investments | **50,100** | **(26,457)** |
| Securities lending | 20 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 24 | (37) |
| Total income (loss), net | **50,144** | **(26,494)** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,626 | 4,551 |
| Fixed administration fees (note 6) | 444 | 544 |
| Performance fees (note 12) | – | 29 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 34 | 38 |
| Foreign withholding taxes/tax reclaims | 56 | 76 |
| Other fund costs | 12 | – |
| Harmonized Sales Tax/Goods and Services Tax | 436 | 469 |
| Transaction costs | 343 | 299 |
| Total expenses | **4,952** | **6,007** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **4,952** | **6,007** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **45,192** | **(32,501)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 17,971 | (16,365) |
| Series E | 13 | (12) |
| Series F | 753 | (389) |
| Series FT | 30 | (15) |
| Series G | 5,847 | (4,810) |
| Series I | 234 | (76) |
| Series IP | 16 | (7) |
| Series O | 18,941 | (9,810) |
| Series OP | 769 | (454) |
| Series T | 618 | (563) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.50 | (0.38) |
| Series E | 0.60 | (0.45) |
| Series F | 0.54 | (0.31) |
| Series FT | 0.53 | (0.27) |
| Series G | 0.50 | (0.36) |
| Series I | 0.44 | (0.17) |
| Series IP | 0.80 | (0.33) |
| Series O | 0.43 | (0.19) |
| Series OP | 0.78 | (0.38) |
| Series T | 0.24 | (0.19) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 36,107,793 | 43,855,572 |
| Series E | 21,576 | 25,679 |
| Series F | 1,395,863 | 1,243,091 |
| Series FT | 56,942 | 53,980 |
| Series G | 11,610,107 | 13,032,504 |
| Series I | 537,344 | 454,737 |
| Series IP | 20,086 | 21,827 |
| Series O | 44,430,120 | 51,564,490 |
| Series OP | 991,631 | 1,185,651 |
| Series T | 2,549,194 | 3,091,976 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 361,566 | 476,169 |
| Series E | 306 | 333 |
| Series F | 13,221 | 12,706 |
| Series FT | 501 | 649 |
| Series G | 115,680 | 138,397 |
| Series I | 3,847 | 2,819 |
| Series IP | 264 | 285 |
| Series O | 314,408 | 396,370 |
| Series OP | 12,975 | 15,962 |
| Series T | 12,569 | 16,026 |
| | **835,337** | **1,059,716** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 17,971 | (16,365) |
| Series E | 13 | (12) |
| Series F | 753 | (389) |
| Series FT | 30 | (15) |
| Series G | 5,847 | (4,810) |
| Series I | 234 | (76) |
| Series IP | 16 | (7) |
| Series O | 18,941 | (9,810) |
| Series OP | 769 | (454) |
| Series T | 618 | (563) |
| | **45,192** | **(32,501)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (1,197) | (242) |
| Series F | (190) | (141) |
| Series FT | (4) | (3) |
| Series G | (518) | (227) |
| Series I | (79) | (46) |
| Series IP | (5) | (4) |
| Series O | (6,604) | (6,890) |
| Series OP | (160) | (235) |
| Series T | (20) | (4) |
| From net realized gains on investments | | |
| Series A | (2,480) | (4,299) |
| Series E | (2) | (2) |
| Series F | (88) | (110) |
| Series FT | (2) | (2) |
| Series G | (784) | (1,249) |
| Series I | (26) | (24) |
| Series IP | (2) | (3) |
| Series O | (2,138) | (3,562) |
| Series OP | (88) | (127) |
| Series T | (39) | (71) |
| From return of capital | | |
| Series FT | (9) | (9) |
| Series T | (245) | (303) |
| | **(14,680)** | **(17,553)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 4,960 | 8,569 |
| Series F | 2,774 | 2,301 |
| Series FT | 174 | 69 |
| Series G | 2,051 | 5,379 |
| Series I | 37 | 1,063 |
| Series O | 118 | 189 |
| Series OP | – | 800 |
| Series T | 31 | 396 |
| Reinvested distributions | | |
| Series A | 3,559 | 4,385 |
| Series E | 2 | 2 |
| Series F | 216 | 211 |
| Series FT | 10 | 11 |
| Series G | 1,278 | 1,445 |
| Series I | 99 | 66 |
| Series IP | 7 | 7 |
| Series O | 8,742 | 10,452 |
| Series OP | 248 | 362 |
| Series T | 92 | 114 |
| Payments on redemption | | |
| Series A | (45,522) | (45,336) |
| Series E | (198) | – |
| Series F | (2,489) | (1,831) |
| Series FT | (97) | (153) |
| Series G | (12,964) | (10,413) |
| Series I | (382) | (59) |
| Series IP | (154) | (2) |
| Series O | (29,583) | (30,160) |
| Series OP | (2,145) | (1,435) |
| Series T | (2,003) | (983) |
| | **(71,139)** | **(54,551)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (22,709) | (53,288) |
| Series E | (185) | (12) |
| Series F | 976 | 41 |
| Series FT | 102 | (102) |
| Series G | (5,090) | (9,875) |
| Series I | (117) | 924 |
| Series IP | (138) | (9) |
| Series O | (10,524) | (39,781) |
| Series OP | (1,376) | (1,089) |
| Series T | (1,566) | (1,414) |
| | **(40,627)** | **(104,605)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 338,857 | 422,881 |
| Series E | 121 | 321 |
| Series F | 14,197 | 12,747 |
| Series FT | 603 | 547 |
| Series G | 110,590 | 128,522 |
| Series I | 3,730 | 3,743 |
| Series IP | 126 | 276 |
| Series O | 303,884 | 356,589 |
| Series OP | 11,599 | 14,873 |
| Series T | 11,003 | 14,612 |
| | **794,710** | **955,111** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 45,192 | (32,501) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (7,696) | (17,162) |
| Unrealized foreign currency translation (gain) loss | 6 | 54 |
| Change in unrealized (gain) loss on non-derivative financial assets | (33,058) | 45,608 |
| Change in unrealized (gain) loss on currency forward contracts | (1,315) | (2,628) |
| Change in unrealized (gain) loss on futures contracts | (2,351) | 749 |
| Purchases of portfolio investments | (155,504) | (228,221) |
| Proceeds from sale of portfolio investments | 236,172 | 292,165 |
| Margin deposited on derivatives | 1,057 | 409 |
| Accrued investment income and other | 453 | (215) |
| Accrued expenses and other payables | (51) | (55) |
| **Net cash provided by (used in) operating activities** | **82,905** | **58,203** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 6,672 | 13,900 |
| Amounts paid on redemption of redeemable units | (91,856) | (83,603) |
| Distributions to unitholders of redeemable units | (427) | (498) |
| **Net cash provided by (used in) financing activities** | **(85,611)** | **(70,201)** |
| Unrealized foreign currency translation gain (loss) | (6) | (54) |
| Net increase (decrease) in cash | (2,712) | (12,052) |
| Cash (bank overdraft), beginning of period | 5,172 | 107,026 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **2,460** | **94,974** |
| Interest paid[1] | 34 | 38 |
| Interest received[1] | 5,112 | 7,047 |
| Dividends received, net of withholding taxes[1] | 4,139 | 4,042 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (29.2%)** | | | | |
| **Canadian Bonds and Debentures (27.6%)** | | | | |
| **Federal (7.8%)** | | | | |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | | 1,284 | 1,284 | 1,281 |
| CPPIB Capital Inc., 1.40% Jun. 04 20, Series "A" | | 2,221 | 2,217 | 2,217 |
| Government of Canada, 1.25% Mar. 01 18 | | 1,880 | 1,904 | 1,893 |
| Government of Canada, 0.25% May 01 18 | | 3,600 | 3,568 | 3,580 |
| Government of Canada, 0.50% Aug. 01 18 | | 7,217 | 7,204 | 7,191 |
| Government of Canada, 1.75% Mar. 01 19 | | 1,637 | 1,698 | 1,671 |
| Government of Canada, 1.75% Sep. 01 19 | | 8,549 | 8,798 | 8,754 |
| Government of Canada, 0.75% Mar. 01 21 | | 1,400 | 1,410 | 1,382 |
| Government of Canada, 3.25% Jun. 01 21 | | 1,000 | 1,126 | 1,093 |
| Government of Canada, 4.25% Dec. 01 21, Real Return Bond | | 6,786 | 13,693 | 12,805 |
| Government of Canada, 2.75% Jun. 01 22 | | 1,672 | 1,845 | 1,802 |
| Government of Canada, 1.50% Jun. 01 23 | | 2,241 | 2,299 | 2,255 |
| Government of Canada, 1.50% Jun. 01 26 | | 3,000 | 3,071 | 2,944 |
| Government of Canada, 5.75% Jun. 01 29 | | 7,325 | 10,681 | 10,336 |
| Government of Canada, 3.50% Dec. 01 45 | | 1,993 | 2,663 | 2,478 |
| | | | **63,461** | **61,682** |
| **Provincial (11.1%)** | | | | |
| Financement-Québec, 5.25% Jun. 01 34 | | 3,478 | 3,633 | 4,381 |
| Ontario Electricity Financial Corporation, 8.25% Jun. 22 26 | | 3,615 | 4,974 | 5,300 |
| Province of Alberta, 3.10% Jun. 01 24 | | 1,090 | 1,201 | 1,151 |
| Province of British Columbia, 3.70% Dec. 18 20 | | 1,695 | 1,786 | 1,842 |
| Province of British Columbia, 6.35% Jun. 18 31 | | 5,961 | 8,465 | 8,365 |
| Province of Manitoba, 2.55% Jun. 02 23 | | 1,342 | 1,221 | 1,378 |
| Province of Manitoba, 3.30% Jun. 02 24 | | 331 | 355 | 353 |
| Province of Manitoba, 2.45% Jun. 02 25 | | 1,296 | 1,289 | 1,296 |
| Province of Manitoba, 6.30% Mar. 05 31 | | 2,075 | 2,989 | 2,818 |
| Province of New Brunswick, 4.50% Jun. 02 20 | | 1,350 | 1,532 | 1,486 |
| Province of New Brunswick, 3.65% Jun. 03 24 | | 1,503 | 1,652 | 1,635 |
| Province of New Brunswick, 4.55% Mar. 26 37 | | 676 | 853 | 776 |
| Province of Nova Scotia, 6.60% Dec. 01 31 | | 1,287 | 1,834 | 1,800 |
| Province of Ontario, 1.119% Sep. 22 17 | | 2,615 | 2,625 | 2,622 |
| Province of Ontario, 0.984% Aug. 26 19 | | 1,372 | 1,363 | 1,373 |
| Province of Ontario, 4.20% Jun. 02 20 | | 8,199 | 9,060 | 8,958 |
| Province of Ontario, 1.364% Mar. 16 21 | | 1,646 | 1,646 | 1,660 |
| Province of Ontario, 4.00% Jun. 02 21 | | 1,900 | 2,132 | 2,092 |
| Province of Ontario, 3.15% Jun. 02 22 | | 8,398 | 8,637 | 8,961 |
| Province of Ontario, 2.85% Jun. 02 23 | | 1,973 | 2,127 | 2,067 |
| Province of Ontario, 6.50% Mar. 08 29 | | 8,103 | 11,271 | 11,155 |
| Province of Ontario, 6.20% Jun. 02 31 | | 791 | 1,086 | 1,088 |
| Province of Quebec, 4.50% Dec. 01 19 | | 1,680 | 1,944 | 1,834 |
| Province of Quebec, 4.50% Dec. 01 20 | | 4,820 | 5,599 | 5,369 |
| Province of Quebec, 3.00% Sep. 01 23 | | 6,249 | 6,409 | 6,604 |
| Province of Quebec, 2.75% Sep. 01 25 | | 1,500 | 1,532 | 1,540 |
| | | | **87,215** | **87,904** |
| **Corporate (8.7%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 652 | 722 | 686 |
| Alliance Pipeline Limited Partnership, 6.765% Dec. 31 25 | | 521 | 587 | 591 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | | 920 | 960 | 965 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 572 | 635 | 622 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 477 | 509 | 506 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 385 | 385 | 378 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 2,912 | 2,912 | 2,912 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 644 | 661 | 656 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | | 730 | 742 | 739 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 440 | 464 | 457 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 581 | 581 | 577 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 1,492 | 1,491 | 1,499 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | | 365 | 393 | 388 |
| Bell Canada, 4.40% Mar. 16 18, Series "M-22" | | 1,072 | 1,075 | 1,111 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | | 1,023 | 1,028 | 1,068 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | | 1,935 | 1,934 | 2,135 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 1,123 | 1,167 | 1,146 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 1,836 | 1,833 | 1,842 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 1,267 | 1,260 | 1,293 |
| Centra Gas Ontario Inc., 8.65% Oct. 19 18 | | 2,248 | 2,921 | 2,510 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 551 | 551 | 553 |
| Delavaco Properties Inc., 7.50% Dec. 31 17* | USD | 1,381 | 1,420 | 1,854 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 1,765 | 1,856 | 1,904 |
| Enbridge Gas Distribution Inc., 5.16% Dec. 04 17 | | 101 | 116 | 105 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 1,532 | 1,542 | 1,662 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | | 665 | 900 | 869 |
| First Capital Realty Inc., 5.85% Jan. 31 17, Series "H" | | 628 | 630 | 630 |
| Fortis Inc., 2.85% Oct. 12 23 | | 461 | 462 | 462 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 629 | 629 | 625 |
| Hydro One Inc., 1.48% Nov. 18 19 | | 135 | 135 | 135 |
| Hydro One Inc., 1.62% Apr. 30 20 | | 1,033 | 1,033 | 1,033 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 316 | 316 | 317 |
| Institutional Mortgage Securities Canada Inc., 4.697% Feb. 12 21, Series 2011-1, Class "A2" | | 4,074 | 4,074 | 4,433 |
| Inter Pipeline (Corridor) Inc., 4.897% Feb. 03 20, Series "C" | | 727 | 742 | 792 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | | 392 | 392 | 417 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | | 2,182 | 2,183 | 2,403 |
| Maritimes & Northeast Pipeline LP, 4.34% Nov. 30 19 | | 320 | 325 | 326 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 773 | 794 | 803 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 564 | 564 | 575 |
| OMERS Realty Corporation, 3.358% Jun. 05 23 | | 2,300 | 2,430 | 2,425 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | | 1,252 | 1,263 | 1,374 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 2,812 | 2,856 | 3,169 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 555 | 569 | 566 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 3,990 | 3,982 | 4,009 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 283 | 283 | 284 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | | 587 | 587 | 578 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 548 | 548 | 544 |
| Suncor Energy Inc., 5.80% May 22 18 | | 1,030 | 1,079 | 1,091 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 2,065 | 2,061 | 2,279 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 102 | 104 | 104 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 1,144 | 1,138 | 1,144 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 1,405 | 1,458 | 1,444 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 1,368 | 1,428 | 1,406 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 93 | 93 | 90 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 1,789 | 1,880 | 1,881 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 2,426 | 2,514 | 2,488 |
| Videotron Ltd., 6.875% Jan. 27 17 | | 1,843 | 1,847 | 1,912 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 369 | 431 | 396 |
| | | | **67,475** | **69,163** |
| **Foreign Bonds and Debentures (1.6%)** | | | | |
| **Australia (0.3%)** | | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | | 2,723 | **2,723** | **2,759** |
| **United Kingdom (0.2%)** | | | | |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 1,820 | **1,804** | **1,848** |
| **United States (1.1%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 502 | 620 | 663 |
| Altria Group, Inc., 4.75% May 05 21 | USD | 387 | 564 | 567 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 189 | 246 | 254 |
| Anheuser Busch InBev Finance Inc., 2.65% Jan. 01 21 | USD | 337 | 480 | 456 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 1,222 | 1,740 | 1,672 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 379 | 739 | 689 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 384 | 503 | 528 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 1,078 | 1,389 | 1,492 |
| Simon Property Group, L.P., 2.75% Dec. 01 22 | USD | 162 | 199 | 215 |
| Simon Property Group, L.P., 3.375% Oct. 01 24 | USD | 67 | 85 | 91 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 150 | 190 | 205 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (29.2%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (1.6%) (cont'd)** | | | | |
| **United States (1.1%) (cont'd)** | | | | |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 77 | 96 | 105 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 503 | 639 | 665 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 147 | 195 | 200 |
| Wells Fargo & Company, 2.509% Oct. 27 23 | | 678 | 678 | 667 |
| | | | **8,363** | **8,469** |
| **EQUITIES (48.6%)** | | | | |
| **Canadian Preferred Equities (1.2%)** | | | | |
| Merus Labs International Inc., 8.00% Redeemable, Series "A"* | | 9,650 | **9,650** | **9,650** |
| **Canada (40.2%)** | | | | |
| Agnico-Eagle Mines Limited | | 104,500 | 5,562 | 5,899 |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | | 34,900 | 2,212 | 2,125 |
| Barrick Gold Corporation | | 225,200 | 5,063 | 4,840 |
| Birchcliff Energy Ltd. | | 1,687,800 | 8,581 | 15,815 |
| BuildDirect.com Technologies Inc.* | | 468,200 | 2,809 | 1,077 |
| BuildDirect.com Technologies Inc., Restricted* | | 46,820 | – | 108 |
| Canadian Imperial Bank of Commerce | | 185,800 | 17,175 | 20,356 |
| Canadian National Railway Company | | 89,800 | 7,388 | 8,114 |
| Canadian Tire Corporation, Limited, Class "A", Non-Voting | | 55,000 | 7,327 | 7,660 |
| Canadian Western Bank | | 170,200 | 5,004 | 5,164 |
| Celestica Inc., Subordinated Voting | | 840,300 | 10,137 | 13,369 |
| Cenovus Energy Inc. | | 897,000 | 18,326 | 18,209 |
| CGI Group Inc., Class "A" | | 252,000 | 10,465 | 16,239 |
| Delavaco Properties Inc., Warrants, Jun. 03 17* | | 655,732 | – | 1 |
| Element Fleet Management Corp. | | 925,900 | 12,294 | 11,537 |
| First Global Data Limited | | 3,735,201 | – | 1,009 |
| Gildan Activewear Inc., Class "A", Subordinated Voting | | 247,700 | 9,609 | 8,444 |
| Hudson's Bay Company | | 627,700 | 11,292 | 8,279 |
| INFOR Acquisition Corp., Class "A", Warrants, Jul. 06 20 | | 175,400 | 35 | 63 |
| INFOR Acquisition Corp., Class "A", Restricted Voting Shares | | 350,800 | 3,473 | 3,494 |
| Intact Financial Corporation | | 78,000 | 7,315 | 7,496 |
| Loblaw Companies Limited | | 171,600 | 11,065 | 12,156 |
| Magna International Inc. | | 200,700 | 10,877 | 11,701 |
| Manulife Financial Corporation | | 632,500 | 14,359 | 15,123 |
| Merus Labs International Inc. | | 5,258,903 | 12,116 | 6,100 |
| Potash Corporation of Saskatchewan Inc. | | 371,500 | 9,482 | 9,024 |
| Precision Drilling Corporation | | 1,304,700 | 7,555 | 9,550 |
| Restaurant Brands International Inc. | | 161,100 | 8,448 | 10,302 |
| Royal Bank of Canada | | 186,600 | 14,006 | 16,956 |
| Secure Energy Services Inc. | | 318,100 | 3,150 | 3,725 |
| Shaw Communications Inc., Class "B" | | 510,700 | 12,409 | 13,758 |
| **EQUITIES (48.6%) (cont'd)** | | | | |
| **Canada (40.2%) (cont'd)** | | | | |
| Stantec Inc. | | 285,400 | 9,386 | 9,681 |
| Suncor Energy Inc. | | 351,400 | 12,730 | 15,426 |
| Toronto-Dominion Bank (The) | | 152,600 | 8,562 | 10,105 |
| Veresen Inc. | | 408,000 | 3,528 | 5,349 |
| Whitecap Resources Inc. | | 911,300 | 9,077 | 11,081 |
| | | | **290,817** | **319,335** |
| **United States (7.2%)** | | | | |
| Alphabet Inc., Class "C" | | 16,467 | 10,238 | 17,081 |
| Biogen Inc. | | 31,900 | 11,189 | 12,154 |
| CVS Health Corporation | | 6 | 1 | 1 |
| Level 3 Communications, Inc. | | 168,900 | 11,413 | 12,781 |
| Microsoft Corporation | | 186,000 | 13,507 | 15,519 |
| | | | **46,348** | **57,536** |
| **INVESTMENTS IN UNDERLYING FUNDS (12.6%)** | | | | |
| Dynamic Power American Growth Class, Series "E" | | 7,066,141 | **89,575** | **99,917** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (90.4%)** | | | **667,431** | **718,263** |
| **TRANSACTION COSTS (0.0%)** | | | **(451)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (90.4%)** | | | **666,980** | **718,263** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | | **–** | **(71)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (9.4%)** | | | | |
| Canadian | | | 693 | 693 |
| Foreign | | | 1,773 | 1,767 |
| **Money Market Instruments** | | | | |
| Government of Canada T-Bill, 0.00%, Jun. 01 17 | | 35,990 | 35,910 | 35,910 |
| Government of Canada T-Bill, 0.00%, Mar. 23 17 | | 36,151 | 36,108 | 36,108 |
| | | | **74,483** | **74,477** |
| **OTHER NET ASSETS (LIABILITIES) (0.3%)** | | | | **2,041** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **794,710** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

### Schedule of Derivative Instruments

#### *Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | USD 800 | (CAD) (1,071) | 1.338 | 1.342 | 3 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 2,200 | (CAD) (2,946) | 1.339 | 1.342 | 8 |
| | | | | | | | **11** |

#### *Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 44,460 | (USD) (33,300) | 0.749 | 0.745 | (243) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 52,700 | (USD) (39,400) | 0.748 | 0.745 | (169) |
| | | | | | | | **(412)** |

#### *Unrealized Gain (Loss) on Futures Contracts*

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (242) | CAD | 138.8600 | 22-Mar-17 | (33,604) | (33,282) | 322 |
| United States Treasury 10 Year Bond Futures, Mar. 17 | (5) | USD | 125.1563 | 22-Mar-17 | (840) | (834) | 6 |
| United States Treasury Ultra 10-Year Treasury Note Futures, Mar. 17 | (3) | USD | 134.6875 | 22-Mar-17 | (542) | (540) | 2 |
| | | | | | **(34,986)** | **(34,656)** | **330** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to maximize long-term capital appreciation in a manner that outperforms the Fund's benchmark primarily by investing in both equity and fixed income securities with the goal of achieving a 50/50 balance.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 80,318 | 89,724 |
| 1-3 years | 40,040 | 40,814 |
| 3-5 years | 74,873 | 77,470 |
| 5-10 years | 61,312 | 86,111 |
| > 10 years | 47,630 | 52,610 |
| | **304,173** | **346,729** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $3,124,000 or approximately 0.4% (June 30, 2016 – $3,710,000 or approximately 0.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 69,677 | (93,544) | (23,867) | (3.0) |
| Swiss Franc | 86 | – | 86 | 0.0 |
| | **69,763** | **(93,544)** | **(23,781)** | **(3.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 97,603 | (3,771) | 93,832 | 11.2 |
| Swiss Franc | 86 | – | 86 | 0.0 |
| | **97,689** | **(3,771)** | **93,918** | **11.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $2,378,000 or approximately 0.3% (June 30, 2016 – $9,392,000 or approximately 1.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 61.2% (June 30, 2016 – 58.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $48,644,000 (June 30, 2016 – $48,638,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 23.0 | 9.1 | 22.9 | 9.8 |
| AAA | 24.3 | 9.6 | 22.1 | 9.5 |
| AA | 9.7 | 3.8 | 8.9 | 3.8 |
| A | 30.8 | 12.3 | 31.3 | 13.5 |
| BBB | 7.9 | 3.1 | 10.8 | 4.6 |
| BB | 0.6 | 0.2 | 0.5 | 0.2 |
| Unrated | 3.7 | 1.4 | 3.5 | 1.5 |
| | **100.0** | **39.5** | **100.0** | **42.9** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic Power Balanced Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **29.2** | **31.9** |
| **Canadian Bonds and Debentures** | | |
| Federal | 7.8 | 7.4 |
| Provincial | 11.1 | 12.6 |
| Corporate | 8.7 | 10.2 |
| **Foreign Bonds and Debentures** | | |
| Australia | 0.3 | 0.3 |
| Belgium | – | 0.1 |
| United Kingdom | 0.2 | 0.2 |
| United States | 1.1 | 1.1 |
| **EQUITIES** | **48.6** | **46.4** |
| Canadian Preferred Equities | 1.2 | 1.2 |
| Canada | 40.2 | 34.9 |
| United States | 7.2 | 10.3 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **12.6** | **11.9** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **9.4** | **10.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 375,622 | – | 10,835 | 386,457 |
| Bonds and debentures | – | 229,971 | 1,854 | 231,825 |
| Underlying funds | 99,917 | – | – | 99,917 |
| Money market instruments | – | 72,018 | – | 72,018 |
| Warrants, rights and options | 63 | – | 1 | 64 |
| Unrealized gain on currency forward contracts | – | 11 | – | 11 |
| Unrealized gain on futures contracts | 330 | – | – | 330 |
| | **475,932** | **302,000** | **12,690** | **790,622** |
| Unrealized loss on currency forward contracts | – | (412) | – | (412) |
| | **475,932** | **301,588** | **12,690** | **790,210** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 373,536 | 148 | 13,616 | 387,300 |
| Bonds and debentures | – | 264,064 | 2,727 | 266,791 |
| Underlying funds | 98,992 | – | – | 98,992 |
| Money market instruments | – | 81,959 | – | 81,959 |
| Warrants, rights and options | 71 | 13 | – | 84 |
| Unrealized gain on currency forwards | – | 37 | – | 37 |
| | **472,599** | **346,221** | **16,343** | **835,163** |
| Unrealized loss on currency forward contracts | – | (1,753) | – | (1,753) |
| Unrealized loss on futures contracts | (2,021) | – | – | (2,021) |
| | **470,578** | **344,468** | **16,343** | **831,389** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 16,343 | 29,525 |
| Purchases | 2,073 | 76 |
| Sales | (3,029) | (8,294) |
| Transfers into Level 3 | 1 | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | 218 | (9,177) |
| Net changes in unrealized gain (loss)* | (2,916) | 4,213 |
| **End of period** | **12,690** | **16,343** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(2,916,000) and $(2,663,000), respectively.

During the period ended December 31, 2016, investments of approximately $1,000 (June 30, 2016 – nil) were transferred from Level 2 to 3 as the fair value of these securities are now determined using internal valuation models that required the use of assumptions, of which one of the main ones was not observable in the market.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 1,854 | n/a |
| Equities | Financing transaction price | Conversion price | 1,185 | n/a |
| Preferred | Fundamental model analysis based on financial data | Conversion price | 9,650 | n/a |
| Warrants | Fundamental model analysis based on financial data | Liquidity discount | 1 | n/a |
| | | | **12,690** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 2,727 | n/a |
| Equities | Fundamental model analysis based on financial data | Sales multiple | 3,966 | – |
| Preferred | Fundamental model analysis based on financial data | Conversion price | 9,650 | n/a |
| | | | **16,343** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 11 | (11) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **11** | **(11)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 412 | (11) | – | 401 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **412** | **(11)** | **–** | **401** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 37 | – | – | 37 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **37** | **–** | **–** | **37** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,753 | – | – | 1,753 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,753** | **–** | **–** | **1,753** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Class, Series "E" | 99,917 | 20.0 |
| | **99,917** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Class, Series "E" | 98,992 | 19.5 |
| | **98,992** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Canadian Growth Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 734,106 | 727,010 |
| Unrealized gain on currency forward contracts | 13 | – |
| Cash | 3,354 | 10,940 |
| Receivable for securities sold | – | 6,272 |
| Subscriptions receivable | 231 | 154 |
| Accrued investment income and other | 1,085 | 1,479 |
| | **738,789** | **745,855** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 612 | 616 |
| Payable for securities purchased | – | 17,954 |
| Redemptions payable | 2,656 | 1,059 |
| Accrued expenses | 85 | 84 |
| Unrealized loss on currency forward contracts | 557 | 2,745 |
| | **3,910** | **22,458** |
| **Net assets attributable to holders of redeemable units** | **734,879** | **723,397** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 317,989 | 323,868 |
| Series F | 19,840 | 18,958 |
| Series FI | 3,755 | 3,091 |
| Series G | 102,997 | 101,134 |
| Series I | 1,205 | 1,286 |
| Series IP | 1 | 36 |
| Series O | 279,443 | 265,702 |
| Series OP | 8 | 7 |
| Series T | 9,641 | 9,315 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 25.23 | 22.90 |
| Series F | 11.79 | 10.64 |
| Series FI | 14.61 | 13.17 |
| Series G | 25.45 | 23.09 |
| Series I | 10.43 | 9.35 |
| Series IP | 14.60 | 13.30 |
| Series O | 10.66 | 9.56 |
| Series OP | 14.78 | 13.25 |
| Series T | 2.70 | 2.56 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 5,509 | 6,303 |
| Interest for distribution purposes | 756 | 908 |
| Net realized gain (loss) on non-derivative financial assets | 13,638 | 34,267 |
| Net realized gain (loss) on currency forward contracts | (5,687) | (13,217) |
| Change in unrealized gain (loss) on non-derivative financial assets | 64,270 | (59,376) |
| Change in unrealized gain (loss) on currency forward contracts | 2,201 | 3,863 |
| Change in unrealized gain (loss) on currency spot contracts | – | 34 |
| Net gain (loss) on investments | **80,687** | **(27,218)** |
| Securities lending | 5 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 5 | 17 |
| Total income (loss), net | **80,697** | **(27,201)** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,596 | 4,475 |
| Fixed administration fees (note 6) | 474 | 571 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 27 | 26 |
| Foreign withholding taxes/tax reclaims | 89 | 130 |
| Other fund costs | 6 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 438 | 430 |
| Transaction costs | 491 | 369 |
| Total expenses | **5,122** | **6,003** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **5,122** | **6,003** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **75,575** | **(33,204)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 31,976 | (17,370) |
| Series F | 2,008 | (708) |
| Series FI | 337 | (120) |
| Series G | 10,160 | (5,163) |
| Series I | 141 | (55) |
| Series IP | 3 | (1) |
| Series O | 30,021 | (9,272) |
| Series OP | 1 | (1) |
| Series T | 928 | (514) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 2.38 | (1.08) |
| Series F | 1.17 | (0.42) |
| Series FI | 1.34 | (0.51) |
| Series G | 2.40 | (1.07) |
| Series I | 1.12 | (0.31) |
| Series IP | 1.74 | (0.57) |
| Series O | 1.11 | (0.32) |
| Series OP | 1.93 | (0.60) |
| Series T | 0.26 | (0.13) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 13,419,258 | 16,108,895 |
| Series F | 1,718,494 | 1,684,295 |
| Series FI | 252,176 | 235,266 |
| Series G | 4,238,266 | 4,806,085 |
| Series I | 125,803 | 175,298 |
| Series IP | 1,722 | 1,076 |
| Series O | 27,006,992 | 29,083,414 |
| Series OP | 518 | 518 |
| Series T | 3,606,746 | 3,962,390 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Canadian Growth Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 323,868 | 435,306 |
| Series F | 18,958 | 18,733 |
| Series FI | 3,091 | 2,692 |
| Series G | 101,134 | 129,204 |
| Series I | 1,286 | 1,708 |
| Series IP | 36 | 3 |
| Series O | 265,702 | 313,066 |
| Series OP | 7 | 8 |
| Series T | 9,315 | 12,909 |
| | **723,397** | **913,629** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 31,976 | (17,371) |
| Series F | 2,008 | (708) |
| Series FI | 337 | (120) |
| Series G | 10,160 | (5,163) |
| Series I | 141 | (55) |
| Series IP | 3 | (1) |
| Series O | 30,021 | (9,272) |
| Series OP | 1 | – |
| Series T | 928 | (514) |
| | **75,575** | **(33,204)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From return of capital | | |
| Series T | (422) | (473) |
| | **(422)** | **(473)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 3,366 | 13,807 |
| Series F | 3,230 | 5,759 |
| Series FI | 753 | 1,428 |
| Series G | 2,095 | 3,194 |
| Series I | 236 | 464 |
| Series IP | – | 37 |
| Series O | 2,913 | 3,819 |
| Series OP | – | (1) |
| Series T | 127 | 210 |
| Reinvested distributions | | |
| Series T | 168 | 177 |
| Payments on redemption | | |
| Series A | (41,221) | (37,013) |
| Series F | (4,356) | (2,870) |
| Series FI | (426) | (420) |
| Series G | (10,392) | (9,271) |
| Series I | (458) | (219) |
| Series IP | (38) | – |
| Series O | (19,193) | (11,924) |
| Series T | (475) | (1,135) |
| | **(63,671)** | **(33,958)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (5,879) | (40,577) |
| Series F | 882 | 2,181 |
| Series FI | 664 | 888 |
| Series G | 1,863 | (11,240) |
| Series I | (81) | 190 |
| Series IP | (35) | 36 |
| Series O | 13,741 | (17,377) |
| Series OP | 1 | (1) |
| Series T | 326 | (1,735) |
| | **11,482** | **(67,635)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 317,989 | 394,729 |
| Series F | 19,840 | 20,914 |
| Series FI | 3,755 | 3,580 |
| Series G | 102,997 | 117,964 |
| Series I | 1,205 | 1,898 |
| Series IP | 1 | 39 |
| Series O | 279,443 | 295,689 |
| Series OP | 8 | 7 |
| Series T | 9,641 | 11,174 |
| | **734,879** | **845,994** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 75,575 | (33,204) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (13,638) | (34,267) |
| Unrealized foreign currency translation (gain) loss | 7 | (134) |
| Change in unrealized (gain) loss on non-derivative financial assets | (64,270) | 59,376 |
| Change in unrealized (gain) loss on currency forward contracts | (2,201) | (3,863) |
| Change in unrealized (gain) loss on currency spot contracts | – | (34) |
| Purchases of portfolio investments | (192,547) | (202,436) |
| Proceeds from sale of portfolio investments | 251,677 | 247,021 |
| Accrued investment income and other | 394 | (544) |
| Accrued expenses and other payables | (3) | (88) |
| **Net cash provided by (used in) operating activities** | **54,994** | **31,827** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 7,688 | 22,740 |
| Amounts paid on redemption of redeemable units | (70,007) | (56,826) |
| Distributions to unitholders of redeemable units | (254) | (296) |
| **Net cash provided by (used in) financing activities** | **(62,573)** | **(34,382)** |
| Unrealized foreign currency translation gain (loss) | (7) | 134 |
| Net increase (decrease) in cash | (7,586) | (2,421) |
| Cash (bank overdraft), beginning of period | 10,940 | 2,747 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **3,354** | **326** |
| Interest paid[1] | 27 | 26 |
| Interest received[1] | 712 | 907 |
| Dividends received, net of withholding taxes[1] | 5,904 | 5,632 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Canadian Growth Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (0.3%)** | | | | |
| **Canadian Bonds and Debentures (0.3%)** | | | | |
| **Corporate (0.3%)** | | | | |
| Delavaco Properties Inc., 7.50% Dec. 31 17* | USD | 1,629 | **1,676** | **2,187** |
| **EQUITIES (79.9%)** | | | | |
| **Canada (67.6%)** | | | | |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | | 52,600 | 3,334 | 3,202 |
| Barrick Gold Corporation | | 345,300 | 7,762 | 7,420 |
| Birchcliff Energy Ltd. | | 2,346,600 | 24,859 | 21,988 |
| BuildDirect.com Technologies Inc.* | | 657,100 | 3,943 | 1,511 |
| BuildDirect.com Technologies Inc., Restricted* | | 65,710 | – | 151 |
| Canadian Imperial Bank of Commerce | | 319,400 | 29,449 | 34,993 |
| Canadian National Railway Company | | 138,700 | 11,411 | 12,533 |
| Canadian Tire Corporation, Limited, Class "A", Non-Voting | | 83,600 | 11,133 | 11,643 |
| Canadian Western Bank | | 238,200 | 7,106 | 7,227 |
| Celestica Inc., Subordinated Voting | | 1,291,100 | 15,278 | 20,541 |
| Cenovus Energy Inc. | | 1,303,500 | 26,623 | 26,461 |
| CGI Group Inc., Class "A" | | 416,500 | 17,368 | 26,839 |
| Delavaco Properties Inc., Warrants, Jun. 03 17* | | 772,464 | – | 1 |
| Element Fleet Management Corp. | | 1,420,000 | 18,536 | 17,693 |
| Gildan Activewear Inc., Class "A", Subordinated Voting | | 372,700 | 14,468 | 12,705 |
| Goldcorp Inc. | | 485,700 | 11,509 | 8,879 |
| Hudson's Bay Company | | 952,300 | 17,469 | 12,561 |
| INFOR Acquisition Corp., Class "A", Warrants, Jul. 06 20 | | 259,800 | 52 | 94 |
| INFOR Acquisition Corp., Class "A", Restricted Voting Shares | | 519,600 | 5,144 | 5,175 |
| Intact Financial Corporation | | 121,300 | 11,374 | 11,657 |
| Loblaw Companies Limited | | 262,800 | 16,920 | 18,617 |
| Magna International Inc. | | 313,200 | 16,999 | 18,260 |
| Manulife Financial Corporation | | 978,700 | 22,243 | 23,401 |
| Potash Corporation of Saskatchewan Inc. | | 574,800 | 14,669 | 13,962 |
| Precision Drilling Corporation | | 1,992,600 | 11,583 | 14,586 |
| Restaurant Brands International Inc. | | 271,900 | 14,264 | 17,388 |
| Royal Bank of Canada | | 288,600 | 21,405 | 26,225 |
| Secure Energy Services Inc. | | 1,033,700 | 10,497 | 12,105 |
| Shaw Communications Inc., Class "B" | | 805,100 | 19,582 | 21,689 |
| Stantec Inc. | | 490,800 | 16,040 | 16,648 |
| Suncor Energy Inc. | | 529,700 | 19,108 | 23,254 |
| Toronto-Dominion Bank (The) | | 284,900 | 16,248 | 18,866 |
| Veresen Inc. | | 635,400 | 5,494 | 8,330 |
| Whitecap Resources Inc. | | 1,667,300 | 16,870 | 20,274 |
| | | | **458,740** | **496,879** |
| **EQUITIES (79.9%) (cont'd)** | | | | |
| **United States (12.3%)** | | | | |
| Alphabet Inc., Class "C" | | 25,607 | 15,906 | 26,562 |
| Biogen Inc. | | 50,100 | 17,212 | 19,088 |
| Level 3 Communications, Inc. | | 275,500 | 18,551 | 20,848 |
| Microsoft Corporation | | 289,700 | 21,147 | 24,171 |
| | | | **72,816** | **90,669** |
| **INVESTMENTS IN UNDERLYING FUNDS (19.6%)** | | | | |
| Dynamic Power American Growth Class, Series "E" | | 10,209,965 | **129,590** | **144,371** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.8%)** | | | **662,822** | **734,106** |
| **TRANSACTION COSTS (0.0%)** | | | **(617)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.8%)** | | | **662,205** | **734,106** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | | **–** | **(544)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.5%)** | | | | |
| Canadian | | | 2,209 | 2,209 |
| Foreign | | | 1,152 | 1,145 |
| | | | **3,361** | **3,354** |
| **OTHER NET ASSETS (LIABILITIES) (–0.2%)** | | | | **(2,037)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **734,879** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 3,700 | (CAD) (4,954) | 1.339 | 1.342 | 13 |
| | | | | | | | **13** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 59,280 | (USD) (44,400) | 0.749 | 0.745 | (324) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 72,629 | (USD) (54,300) | 0.748 | 0.745 | (233) |
| | | | | | | | **(557)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Canadian Growth Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of Canadian businesses.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 2,187 | 3,215 |
| 1-3 years | – | – |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **2,187** | **3,215** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $5,000 or approximately 0.0% (June 30, 2016 – $1,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 94,165 | (127,499) | (33,334) | (4.5) |
| Swiss Franc | 216 | – | 216 | 0.0 |
| | **94,381** | **(127,499)** | **(33,118)** | **(4.5)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 145,826 | (0) | 145,826 | 20.2 |
| Swiss Franc | 217 | – | 217 | 0.0 |
| | **146,043** | **(0)** | **146,043** | **20.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $3,312,000 or approximately 0.5% (June 30, 2016 – $14,604,000 or approximately 2.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.5% (June 30, 2016 – 100.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $73,192,000 (June 30, 2016 – $72,380,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| Unrated | 100.0 | 0.3 | 100.0 | 0.4 |
| | **100.0** | **0.3** | **100.0** | **0.4** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **0.3** | **0.4** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 0.3 | 0.4 |
| **EQUITIES** | **79.9** | **80.2** |
| Canada | 67.6 | 60.6 |
| United States | 12.3 | 19.6 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **19.6** | **19.8** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.5** | **1.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 585,791 | – | 1,662 | 587,453 |
| Bonds and debentures | – | – | 2,187 | 2,187 |
| Underlying funds | 144,371 | – | – | 144,371 |
| Warrants, rights and options | 94 | – | 1 | 95 |
| Unrealized gain on currency forward contracts | – | 13 | – | 13 |
| | **730,256** | **13** | **3,850** | **734,119** |
| Unrealized loss on currency forward contracts | – | (557) | – | (557) |
| | **730,256** | **(544)** | **3,850** | **733,562** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 575,068 | – | 5,566 | 580,634 |
| Bonds and debentures | – | – | 3,215 | 3,215 |
| Underlying funds | 143,040 | – | – | 143,040 |
| Warrants, rights and options | 105 | 16 | – | 121 |
| | **718,213** | **16** | **8,781** | **727,010** |
| Unrealized loss on currency forward contracts | – | (2,745) | – | (2,745) |
| | **718,213** | **(2,729)** | **8,781** | **724,265** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 8,781 | 14,360 |
| Purchases | 2,443 | – |
| Sales | (3,566) | (2,767) |
| Transfers into Level 3 | 1 | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | 256 | (6,825) |
| Net changes in unrealized gain (loss)* | (4,065) | 4,013 |
| **End of period** | **3,850** | **8,781** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(4,065,000) and $791,000, respectively.

During the period ended December 31, 2016, investments of approximately $1,000 (June 30, 2016 – nil) were transferred from Level 2 to 3 as the fair value of these securities are now determined using internal valuation models that required the use of assumptions, of which one of the main ones was not observable in the market.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 2,187 | n/a |
| Equities | Financing transaction price | Conversion price | 1,662 | n/a |
| Warrants | Fundamental model analysis based on financial data | Liquidity discount | 1 | n/a |
| | | | **3,850** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 3,215 | n/a |
| Equities | Fundamental model analysis based on financial data | Sales multiple | 5,566 | – |
| | | | **8,781** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| | Gross amount of assets | Master netting offset | Collateral pledged/ received | Net amount |
| **Financial assets – by type** | **($000s)** | **($000s)** | **($000s)** | **($000s)** |
| Currency forward contracts | 13 | (13) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **13** | **(13)** | **–** | **–** |

# Dynamic Power Canadian Growth Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| | Gross amount of liabilities | Master netting offset | Collateral pledged/ received | Net amount |
| **Financial liabilities – by type** | **($000s)** | **($000s)** | **($000s)** | **($000s)** |
| Currency forward contracts | 557 | (13) | – | 544 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **557** | **(13)** | **–** | **544** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| | Gross amount of assets | Master netting offset | Collateral pledged/ received | Net amount |
| **Financial assets – by type** | **($000s)** | **($000s)** | **($000s)** | **($000s)** |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| | Gross amount of liabilities | Master netting offset | Collateral pledged/ received | Net amount |
| **Financial liabilities – by type** | **($000s)** | **($000s)** | **($000s)** | **($000s)** |
| Currency forward contracts | 2,745 | – | – | 2,745 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **2,745** | **–** | **–** | **2,745** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Class, Series "E" | 144,371 | 28.9 |
| | **144,371** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Class, Series "E" | 143,040 | 28.2 |
| | **143,040** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Power Global Growth Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 131,100 | 151,201 |
| Cash | 6,712 | 2,852 |
| Receivable for securities sold | 2,817 | 3,168 |
| Subscriptions receivable | 337 | 165 |
| Accrued investment income and other | 73 | 39 |
| | **141,039** | **157,425** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Payable for securities purchased | – | 3,824 |
| Redemptions payable | 907 | 1,004 |
| Accrued expenses | 9 | 11 |
| | **916** | **4,839** |
| **Net assets attributable to holders of redeemable units** | **140,123** | **152,586** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series O | 140,123 | 152,586 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series O | 13.86 | 14.12 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 223 | 129 |
| Interest for distribution purposes | 1 | (19) |
| Net realized gain (loss) on non-derivative financial assets | 9,833 | 3,873 |
| Change in unrealized gain (loss) on non-derivative financial assets | (10,979) | 4,638 |
| Change in unrealized gain (loss) on currency spot contracts | – | (6) |
| Net gain (loss) on investments | **(922)** | **8,615** |
| Net realized and unrealized foreign currency translation gain (loss) | 261 | 766 |
| Total income (loss), net | **(661)** | **9,381** |
| **EXPENSES** | | |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 9 | 12 |
| Foreign withholding taxes/tax reclaims | 18 | 10 |
| Audit fees | 6 | 7 |
| Filing fees | 9 | 10 |
| Legal fees | 4 | 6 |
| Unitholder administration costs | 35 | 37 |
| Unitholder reporting costs | 5 | 7 |
| Harmonized Sales Tax/Goods and Services Tax | 8 | 8 |
| Transaction costs | 382 | 366 |
| Total expenses | **477** | **464** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **477** | **464** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(1,138)** | **8,917** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series O | (1,138) | 8,917 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series O | (0.11) | 0.99 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series O | 10,422,832 | 9,013,253 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series O | **152,586** | **141,589** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series O | **(1,138)** | **8,917** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series O | (301) | (132) |
| From net realized gains on investments | | |
| Series O | (809) | (21,142) |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series O | 10,738 | 24,490 |
| Reinvested distributions | | |
| Series O | 1,110 | 21,274 |
| Payments on redemption | | |
| Series O | (22,063) | (4,742) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series O | **(12,463)** | **28,665** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series O | **140,123** | **170,254** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (1,138) | 8,917 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (9,833) | (3,873) |
| Unrealized foreign currency translation (gain) loss | 38 | (527) |
| Change in unrealized (gain) loss on non-derivative financial assets | 10,979 | (4,638) |
| Change in unrealized (gain) loss on currency spot contracts | – | 6 |
| Purchases of portfolio investments | (145,751) | (262,575) |
| Proceeds from sale of portfolio investments | 161,233 | 246,817 |
| Accrued investment income and other | (34) | 14 |
| Accrued expenses and other payables | (2) | 9 |
| **Net cash provided by (used in) operating activities** | **15,492** | **(15,850)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 10,566 | 25,109 |
| Amounts paid on redemption of redeemable units | (22,160) | (4,873) |
| **Net cash provided by (used in) financing activities** | **(11,594)** | **20,236** |
| Unrealized foreign currency translation gain (loss) | (38) | 527 |
| Net increase (decrease) in cash | 3,860 | 4,913 |
| Cash (bank overdraft), beginning of period | 2,852 | 6,793 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **6,712** | **11,706** |
| Interest received[1] | 1 | (19) |
| Dividends received, net of withholding taxes[1] | 159 | 121 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Growth Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (93.6%)** | | | |
| **Argentina (4.6%)** | | | |
| MercadoLibre, Inc. | 30,800 | **6,996** | **6,457** |
| **Brazil (5.5%)** | | | |
| Raia Drogasil SA | 305,300 | **8,054** | **7,690** |
| **China (34.0%)** | | | |
| Ctrip.com International, Ltd., ADR | 128,300 | 6,511 | 6,891 |
| JD.com, Inc., Class "A", ADR | 178,800 | 6,424 | 6,108 |
| NetEase, Inc., ADR | 36,200 | 8,138 | 10,467 |
| Sunny Optical Technology (Group) Company Limited | 905,800 | 6,321 | 5,300 |
| TAL Education Group, Class "A", ADR | 74,900 | 4,983 | 7,062 |
| Weibo Corporation, Sponsored ADR | 216,800 | 5,456 | 11,819 |
| | | **37,833** | **47,647** |
| **Germany (4.5%)** | | | |
| Zalando SE | 121,400 | **6,435** | **6,243** |
| **Hong Kong (6.2%)** | | | |
| Tencent Holdings Limited | 267,700 | **6,679** | **8,724** |
| **Netherlands (4.3%)** | | | |
| ASML Holding NV, ADR | 39,800 | **5,862** | **5,996** |
| **United Kingdom (4.2%)** | | | |
| JUST EAT PLC | 614,200 | **6,031** | **5,931** |
| **United States (30.3%)** | | | |
| Acacia Communications, Inc. | 55,700 | 6,408 | 4,618 |
| Inphi Corporation | 82,900 | 4,712 | 4,965 |
| NVIDIA Corporation | 47,900 | 5,706 | 6,865 |
| Priceline Group Inc. (The) | 2,100 | 4,364 | 4,136 |
| Proofpoint, Inc. | 48,900 | 5,122 | 4,639 |
| ServiceNow, Inc. | 85,100 | 9,979 | 8,497 |
| Ulta Salon, Cosmetics & Fragrance, Inc. | 25,400 | 6,960 | 8,692 |
| | | **43,251** | **42,412** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.6%)** | | **121,141** | **131,100** |
| **TRANSACTION COSTS (0.0%)** | | **(133)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.6%)** | | **121,008** | **131,100** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (4.8%)** | | | |
| Canadian | | 34 | 34 |
| Foreign | | 6,700 | 6,678 |
| | | **6,734** | **6,712** |
| **OTHER NET ASSETS (LIABILITIES) (1.6%)** | | | **2,311** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **140,123** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Growth Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses based outside of Canada.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 106,713 | – | 106,713 | 76.2 |
| Hong Kong Dollar | 14,027 | – | 14,027 | 10.0 |
| Brazilian Real | 7,719 | – | 7,719 | 5.5 |
| Euro | 6,265 | – | 6,265 | 4.5 |
| Pound Sterling | 5,931 | – | 5,931 | 4.2 |
| Danish Krone | 14 | – | 14 | 0.0 |
| | **140,669** | **–** | **140,669** | **100.4** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 98,769 | – | 98,769 | 64.7 |
| Japanese Yen | 23,002 | – | 23,002 | 15.1 |
| Hong Kong Dollar | 12,083 | – | 12,083 | 7.9 |
| Euro | 8,896 | – | 8,896 | 5.8 |
| Danish Krone | 7,835 | – | 7,835 | 5.1 |
| Pound Sterling | 1,875 | – | 1,875 | 1.2 |
| Brazilian Real | 849 | – | 849 | 0.6 |
| | **153,309** | **–** | **153,309** | **100.4** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $14,067,000 or approximately 10.0% (June 30, 2016 – $15,331,000 or approximately 10.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 93.6% (June 30, 2016 – 99.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $13,110,000 (June 30, 2016 – $15,120,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **93.6** | **99.0** |
| Argentina | 4.6 | – |
| Brazil | 5.5 | 0.6 |
| China | 34.0 | 21.7 |
| Denmark | – | 5.1 |
| France | – | 4.6 |
| Germany | 4.5 | 5.8 |
| Hong Kong | 6.2 | 7.9 |
| Japan | – | 15.1 |
| Netherlands | 4.3 | 3.2 |
| United Kingdom | 4.2 | 1.2 |
| United States | 30.3 | 33.8 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **4.8** | **1.9** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 97,212 | 33,888 | – | 131,100 |
| | **97,212** | **33,888** | **–** | **131,100** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 97,549 | 53,652 | – | 151,201 |
| | **97,549** | **53,652** | **–** | **151,201** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Growth Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Power Small Cap Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 255,129 | 244,505 |
| Unrealized gain on currency forward contracts | 8 | 438 |
| Cash | 4,978 | 13,903 |
| Deposits with brokers for securities sold short | – | 2,343 |
| Receivable for securities sold | 248 | – |
| Subscriptions receivable | 131 | 130 |
| Accrued investment income and other | 292 | 175 |
| | **260,786** | **261,494** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Non-derivative financial liabilities | – | 2,181 |
| Management fee payable | 134 | 134 |
| Payable for interest and dividends on securities sold short | – | 15 |
| Payable for securities purchased | – | 2,297 |
| Redemptions payable | 779 | 665 |
| Accrued expenses | 24 | 23 |
| Unrealized loss on currency forward contracts | 25 | 171 |
| | **962** | **5,486** |
| **Net assets attributable to holders of redeemable units** | **259,824** | **256,008** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 52,698 | 54,643 |
| Series F | 5,871 | 5,192 |
| Series FI | n/a | 213 |
| Series G | 15,990 | 15,640 |
| Series I | 397 | 166 |
| Series O | 184,868 | 180,154 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 17.55 | 16.61 |
| Series F | 20.35 | 19.32 |
| Series FI | n/a | 12.33 |
| Series G | 17.73 | 16.78 |
| Series I | 15.81 | 14.83 |
| Series O | 14.22 | 13.58 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,665 | 1,620 |
| Interest for distribution purposes | 32 | 32 |
| Net realized gain (loss) on non-derivative financial assets | 3,452 | 9,283 |
| Net realized gain (loss) on non-derivative financial liabilities | (143) | – |
| Net realized gain (loss) on currency forward contracts | 294 | (1,822) |
| Change in unrealized gain (loss) on non-derivative financial assets | 18,002 | (41,171) |
| Change in unrealized gain (loss) on non-derivative financial liabilities | (162) | – |
| Change in unrealized gain (loss) on currency forward contracts | (284) | 529 |
| Dividend and interest expense on securities sold short | (4) | – |
| Net gain (loss) on investments | **22,852** | **(31,529)** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | (1) | 10 |
| Total income (loss), net | **22,852** | **(31,519)** |
| **EXPENSES** | | |
| Management fees (note 5) | 745 | 877 |
| Fixed administration fees (note 6) | 129 | 147 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 4 |
| Foreign withholding taxes/tax reclaims | 10 | 11 |
| Other fund costs | 70 | – |
| Harmonized Sales Tax/Goods and Services Tax | 92 | 108 |
| Transaction costs | 434 | 323 |
| Total expenses | **1,482** | **1,471** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,482** | **1,471** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **21,370** | **(32,990)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 4,031 | (8,323) |
| Series F | 424 | (694) |
| Series FI | 13 | (78) |
| Series G | 1,179 | (2,277) |
| Series I | 12 | (21) |
| Series O | 15,711 | (21,597) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 1.29 | (2.23) |
| Series F | 1.54 | (2.41) |
| Series FI | 0.75 | (1.63) |
| Series G | 1.29 | (2.22) |
| Series I | 0.72 | (1.76) |
| Series O | 1.21 | (1.62) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 3,129,011 | 3,751,914 |
| Series F | 275,701 | 287,473 |
| Series FI | 17,247 | 47,712 |
| Series G | 912,445 | 1,028,931 |
| Series I | 16,685 | 11,886 |
| Series O | 12,939,562 | 13,405,775 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Small Cap Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 54,643 | 74,229 |
| Series F | 5,192 | 6,972 |
| Series FI | 213 | 298 |
| Series G | 15,640 | 20,273 |
| Series I | 166 | 203 |
| Series O | 180,154 | 210,394 |
| | **256,008** | **312,369** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 4,031 | (8,323) |
| Series F | 424 | (694) |
| Series FI | 13 | (78) |
| Series G | 1,179 | (2,277) |
| Series I | 12 | (21) |
| Series O | 15,711 | (21,597) |
| | **21,370** | **(32,990)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series O | (154) | (112) |
| From net realized gains on investments | | |
| Series A | (890) | – |
| Series F | (155) | (55) |
| Series FI | – | (4) |
| Series G | (282) | – |
| Series I | (8) | (3) |
| Series O | (6,859) | (3,906) |
| | **(8,348)** | **(4,080)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 482 | 527 |
| Series F | 1,033 | 487 |
| Series FI | – | 404 |
| Series G | 680 | 392 |
| Series I | 222 | – |
| Series O | 3,596 | 6,804 |
| Reinvested distributions | | |
| Series A | 876 | – |
| Series F | 138 | 46 |
| Series FI | – | 3 |
| Series G | 278 | – |
| Series I | 8 | 3 |
| Series O | 7,013 | 4,018 |
| Payments on redemption | | |
| Series A | (6,444) | (5,289) |
| Series F | (761) | (1,282) |
| Series FI | (226) | (63) |
| Series G | (1,505) | (1,293) |
| Series I | (3) | (2) |
| Series O | (14,593) | (10,036) |
| | **(9,206)** | **(5,281)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (1,945) | (13,085) |
| Series F | 679 | (1,498) |
| Series FI | (213) | 262 |
| Series G | 350 | (3,178) |
| Series I | 231 | (23) |
| Series O | 4,714 | (24,829) |
| | **3,816** | **(42,351)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 52,698 | 61,144 |
| Series F | 5,871 | 5,474 |
| Series FI | – | 560 |
| Series G | 15,990 | 17,095 |
| Series I | 397 | 180 |
| Series O | 184,868 | 185,565 |
| | **259,824** | **270,018** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 21,370 | (32,990) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,452) | (9,283) |
| Net realized (gain) loss on non-derivative financial liabilities | 143 | – |
| Unrealized foreign currency translation (gain) loss | – | 21 |
| Change in unrealized (gain) loss on non-derivative financial assets | (18,002) | 41,171 |
| Change in unrealized (gain) loss on non-derivative financial liabilities | 162 | – |
| Change in unrealized (gain) loss on currency forward contracts | 284 | (529) |
| Purchases of portfolio investments | (101,907) | (86,856) |
| Proceeds from sale of portfolio investments | 107,706 | 97,250 |
| Deposits with brokers for securities sold short | 2,343 | – |
| Payable for interest and dividends on securities sold short | (15) | – |
| Accrued investment income and other | (117) | 115 |
| Accrued expenses and other payables | 1 | (48) |
| **Net cash provided by (used in) operating activities** | **8,516** | **8,851** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 4,095 | 7,743 |
| Amounts paid on redemption of redeemable units | (21,501) | (16,920) |
| Distributions to unitholders of redeemable units | (35) | (10) |
| **Net cash provided by (used in) financing activities** | **(17,441)** | **(9,187)** |
| Unrealized foreign currency translation gain (loss) | – | (21) |
| Net increase (decrease) in cash | (8,925) | (357) |
| Cash (bank overdraft), beginning of period | 13,903 | 960 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **4,978** | **603** |
| Interest paid[1] | 1 | 4 |
| Interest received[1] | 35 | 32 |
| Dividends paid[1] | 19 | – |
| Dividends received, net of withholding taxes[1] | 1,535 | 1,727 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Small Cap Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (98.2%)** | | | |
| **Canada (94.5%)** | | | |
| Absolute Software Corporation | 654,400 | 2,849 | 4,175 |
| Altus Group Limited | 265,500 | 5,450 | 8,220 |
| Birchcliff Energy Ltd. | 963,700 | 4,961 | 9,030 |
| Boyd Group Income Fund | 87,200 | 4,315 | 7,461 |
| Brookfield Business Partners L.P. | 158,700 | 5,131 | 5,120 |
| BSM Technologies Inc. | 4,899,643 | 4,707 | 7,153 |
| BuildDirect.com Technologies Inc.* | 1,394,600 | 4,881 | 3,208 |
| BuildDirect.com Technologies Inc., Restricted* | 697,300 | 3,661 | 1,604 |
| Carmanah Technologies Corporation | 1,199,000 | 6,060 | 4,700 |
| Cogeco Communications Inc. | 90,400 | 5,887 | 5,988 |
| Crew Energy Inc. | 1,143,700 | 7,250 | 8,589 |
| Detour Gold Corporation | 220,500 | 4,158 | 4,033 |
| Eldorado Gold Corporation | 429,600 | 2,280 | 1,856 |
| Extendicare Inc. | 535,700 | 5,125 | 5,293 |
| Fiera Capital Corporation | 665,871 | 5,366 | 8,510 |
| GDI Integrated Facility Services Inc. | 196,500 | 3,296 | 3,085 |
| Great Canadian Gaming Corporation | 247,200 | 4,575 | 6,175 |
| Halogen Software Inc. | 860,100 | 7,769 | 7,130 |
| HudBay Minerals Inc. | 608,500 | 3,817 | 4,673 |
| Kelt Exploration Ltd. | 630,900 | 4,064 | 4,271 |
| Knight Therapeutics Inc. | 843,800 | 6,198 | 9,062 |
| Liquor Stores N.A. Ltd. | 605,700 | 5,884 | 6,378 |
| Lumenpulse Inc. | 331,400 | 5,479 | 6,131 |
| Medical Facilities Corporation | 119,200 | 2,094 | 2,094 |
| Merus Labs International Inc. | 3,284,400 | 9,344 | 3,810 |
| New Flyer Industries Inc. | 86,700 | 3,349 | 3,541 |
| Parkland Fuel Corporation | 190,900 | 5,008 | 5,020 |
| People Corporation | 2,007,700 | 6,055 | 8,834 |
| Polaris Infrastructure Inc. | 478,555 | 4,055 | 7,317 |
| Pure Technologies Ltd. | 962,500 | 4,688 | 4,620 |
| Secure Energy Services Inc. | 928,100 | 6,974 | 10,868 |
| SHOP.CA Network Inc.* | 7,406,300 | 5,925 | – |
| Spartan Energy Corp. | 2,751,400 | 7,321 | 9,162 |
| Spencer Pharmaceutical Inc. | 11,000 | 7 | – |
| Stingray Digital Group Inc. | 917,300 | 5,976 | 7,990 |
| StorageVault Canada Inc. | 5,273,800 | 3,661 | 7,594 |
| **EQUITIES (98.2%) (cont'd)** | | | |
| **Canada (94.5%) (cont'd)** | | | |
| Tidewater Midstream and Infrastructure Ltd. | 3,394,000 | 4,821 | 5,396 |
| Torex Gold Resources Inc. | 120,900 | 2,904 | 2,514 |
| Tricon Capital Group Inc. | 668,500 | 6,233 | 6,324 |
| Uni-Sélect Inc. | 261,600 | 7,688 | 7,715 |
| Westaim Corporation (The) | 2,554,100 | 6,814 | 7,151 |
| Whitecap Resources Inc. | 592,900 | 5,830 | 7,210 |
| Yellow Pages Limited | 370,400 | 4,841 | 6,552 |
| | | **216,751** | **245,557** |
| **United States (3.7%)** | | | |
| Civitas Solutions, Inc. | 189,600 | 4,572 | 5,066 |
| Paylocity Holding Corporation | 111,800 | 5,151 | 4,506 |
| | | **9,723** | **9,572** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.2%)** | | **226,474** | **255,129** |
| **TRANSACTION COSTS (0.0%)** | | **(402)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.2%)** | | **226,072** | **255,129** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(17)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.9%)** | | | |
| Canadian | | 4,978 | 4,978 |
| Foreign | | – | – |
| | | **4,978** | **4,978** |
| **OTHER NET ASSETS (LIABILITIES) (–0.1%)** | | | **(266)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **259,824** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 300 | (CAD) (395) | 1.317 | 1.342 | 8 |
| | | | | | | | **8** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 3,471 | (USD) (2,600) | 0.749 | 0.745 | (19) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 1,739 | (USD) (1,300) | 0.748 | 0.745 | (6) |
| | | | | | | | **(25)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Small Cap Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of small-sized Canadian corporations.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 9,588 | (4,832) | 4,756 | 1.8 |
| | **9,588** | **(4,832)** | **4,756** | **1.8** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 14,370 | – | 14,370 | 5.6 |
| Pound Sterling | 6,132 | (5,512) | 620 | 0.2 |
| | **20,502** | **(5,512)** | **14,990** | **5.9** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $476,000 or approximately 0.2% (June 30, 2016 – $1,499,000 or approximately 0.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.2% (June 30, 2016 – 94.6%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $25,513,000 (June 30, 2016 – $24,232,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **98.2** | **95.5** |
| Canada | 94.5 | 89.9 |
| Israel | – | 2.5 |
| United States | 3.7 | 3.1 |
| **SHORT POSITIONS – EQUITIES** | **–** | **(0.9)** |
| Canada | – | (0.9) |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.9** | **6.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 250,317 | – | 4,812 | 255,129 |
| Unrealized gain on currency forward contracts | – | 8 | – | 8 |
| | **250,317** | **8** | **4,812** | **255,137** |
| Unrealized loss on currency forward contracts | – | (25) | – | (25) |
| | **250,317** | **(17)** | **4,812** | **255,112** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 84,518 | 6,132 | 10,738 | 101,388 |
| Equities – long | 141,409 | – | – | 141,409 |
| Warrants, rights and options | – | – | 1,708 | 1,708 |
| Unrealized gain on currency forward contracts | – | 438 | – | 438 |
| | **225,927** | **6,570** | **12,446** | **244,943** |
| Equities – short | (2,181) | – | – | (2,181) |
| Unrealized loss on currency forward contracts | – | (171) | – | (171) |
| | **223,746** | **6,399** | **12,446** | **242,591** |

#### *Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

#### *Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods:

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 12,446 | 17,933 |
| Purchases | 3,661 | – |
| Sales | – | – |
| Transfers into Level 3 | – | 7 |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | – |
| Net changes in unrealized gain (loss)* | (11,295) | (5,494) |
| **End of period** | **4,812** | **12,446** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(11,295,000) and $(5,494,000), respectively.

During the period ended December 31, 2016, investments of approximately nil (June 30, 2016 – $7,000) were transferred from Level 1 to 3 as the fair value of these securities are now determined using internal valuation models that required the use of assumptions, of which one of the main ones was not observable in the market.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Conversion price | 4,812 | n/a |
| | | | **4,812** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Sales multiple | 10,738 | 474 / (600) |
| Warrants | Fundamental model analysis based on financial data | Sales multiple | 1,708 | – |
| | | | **12,446** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 8 | (6) | – | 2 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **8** | **(6)** | **–** | **2** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 25 | (6) | – | 19 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **25** | **(6)** | **–** | **19** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 438 | (34) | – | 404 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **438** | **(34)** | **–** | **404** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 171 | (34) | – | 137 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **171** | **(34)** | **–** | **137** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Alternative Yield Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 916,449 | 1,054,303 |
| Purchased options | 4,088 | 14,179 |
| Unrealized gain on currency forward contracts | 404 | 3,553 |
| Unrealized gain on futures contracts | 1,155 | – |
| Unrealized gain on swap contracts | 81 | – |
| Cash | 431,723 | 466,554 |
| Margin deposited on derivatives | 33,420 | 46,387 |
| Receivable for securities sold | 4,312 | 50 |
| Subscriptions receivable | 1,520 | 2,836 |
| Accrued investment income and other | 7,198 | 5,558 |
| | **1,400,350** | **1,593,420** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 1,493 | 1,684 |
| Payable for securities purchased | 5,112 | 13,063 |
| Redemptions payable | 5,664 | 9,042 |
| Accrued expenses | 458 | 546 |
| Distributions payable | 12 | – |
| Liability for written options | 2,191 | 5,608 |
| Unrealized loss on currency forward contracts | 4,760 | 12,498 |
| Unrealized loss on currency spot contracts | – | 14 |
| Unrealized loss on futures contracts | – | 233 |
| Unrealized loss on swap contracts | – | 698 |
| | **19,690** | **43,386** |
| **Net assets attributable to holders of redeemable units** | **1,380,660** | **1,550,034** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 703,403 | 810,720 |
| Series E | 29,099 | 31,464 |
| Series F | 208,086 | 214,370 |
| Series FH (in equivalent CAD) | 4,748 | 5,315 |
| Series FI | 54,110 | 48,108 |
| Series H (in equivalent CAD) | 14,793 | 16,107 |
| Series I | 14,642 | 15,474 |
| Series IP | 32,596 | 32,729 |
| Series O | 319,183 | 375,747 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 3,536 | 4,087 |
| Series H | 11,017 | 12,385 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 10.19 | 10.19 |
| Series E | 10.12 | 10.13 |
| Series F | 10.27 | 10.28 |
| Series FH (in equivalent CAD) | 12.86 | 12.40 |
| Series FI | 10.03 | 10.04 |
| Series H (in equivalent CAD) | 12.75 | 12.29 |
| Series I | 10.16 | 10.18 |
| Series IP | 10.22 | 10.23 |
| Series O | 10.31 | 10.32 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series FH | 9.58 | 9.53 |
| Series H | 9.50 | 9.45 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 24,688 | 18,180 |
| Interest for distribution purposes | 9,689 | 30,457 |
| Net realized gain (loss) on non-derivative financial assets | 15,065 | 12,401 |
| Net realized gain (loss) on non-derivative financial liabilities | 1 | – |
| Net realized gain (loss) on options contracts | (14,052) | 30,159 |
| Net realized gain (loss) on currency forward contracts | (26,167) | (77,554) |
| Net realized gain (loss) on futures contracts | (11,004) | (12,175) |
| Net realized gain (loss) on swap contracts | 22,087 | (37,721) |
| Change in unrealized gain (loss) on non-derivative financial assets | 3,841 | 16,848 |
| Change in unrealized gain (loss) on non-derivative financial liabilities | (1) | – |
| Change in unrealized gain (loss) on options contracts | 19,682 | (7,073) |
| Change in unrealized gain (loss) on currency forward contracts | 4,589 | (1,589) |
| Change in unrealized gain (loss) on currency spot contracts | 14 | – |
| Change in unrealized gain (loss) on futures contracts | 1,388 | (1,453) |
| Change in unrealized gain (loss) on swap contracts | 779 | (3,994) |
| Dividend and interest expense on securities sold short | (19) | – |
| Net gain (loss) on investments | **50,580** | **(33,514)** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 17,904 | 52,557 |
| Total income (loss), net | **68,485** | **19,043** |
| **EXPENSES** | | |
| Management fees (note 5) | 8,565 | 10,010 |
| Fixed administration fees (note 6) | 1,451 | 1,654 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 50 | 32 |
| Foreign withholding taxes/tax reclaims | 2,592 | 1,819 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 1,147 | 1,309 |
| Transaction costs | 1,201 | 3,345 |
| Total expenses | **15,008** | **18,170** |
| Expenses absorbed by the Manager | (23) | – |
| Net expenses | **14,985** | **18,170** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **53,500** | **873** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 24,212 | (3,799) |
| Series E | 896 | (184) |
| Series F | 8,028 | (22) |
| Series FH (in equivalent CAD) | 360 | 519 |
| Series FI | 1,915 | (72) |
| Series H (in equivalent CAD) | 1,013 | 1,713 |
| Series I | 636 | 77 |
| Series IP | 1,407 | 196 |
| Series O | 15,033 | 2,445 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 272 | 393 |
| Series H | 768 | 1,296 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.32 | (0.05) |
| Series E | 0.29 | (0.06) |
| Series F | 0.39 | (0.01) |
| Series FH (in equivalent CAD) | 0.88 | 1.33 |
| Series FI | 0.35 | (0.01) |
| Series H (in equivalent CAD) | 0.80 | 1.30 |
| Series I | 0.43 | 0.07 |
| Series IP | 0.44 | 0.08 |
| Series O | 0.44 | 0.06 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.67 | 1.01 |
| Series H | 0.61 | 0.98 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 74,561,208 | 81,122,781 |
| Series E | 3,069,914 | 3,239,611 |
| Series F | 20,534,660 | 15,878,028 |
| Series FH | 407,672 | 389,448 |
| Series FI | 5,483,097 | 4,341,915 |
| Series H | 1,262,954 | 1,314,446 |
| Series I | 1,489,355 | 1,134,614 |
| Series IP | 3,208,190 | 2,678,810 |
| Series O | 34,281,621 | 38,960,731 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 810,720 | 860,317 |
| Series E | 31,464 | 30,533 |
| Series F | 214,370 | 154,548 |
| Series FH | 5,315 | 4,008 |
| Series FI | 48,108 | 42,458 |
| Series H | 16,107 | 16,525 |
| Series I | 15,474 | 11,249 |
| Series IP | 32,729 | 27,948 |
| Series O | 375,747 | 393,865 |
| | **1,550,034** | **1,541,451** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 24,212 | (3,799) |
| Series E | 896 | (184) |
| Series F | 8,028 | (22) |
| Series FH | 360 | 519 |
| Series FI | 1,915 | (72) |
| Series H | 1,013 | 1,713 |
| Series I | 636 | 77 |
| Series IP | 1,407 | 196 |
| Series O | 15,033 | 2,445 |
| | **53,500** | **873** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | – | (32,849) |
| Series E | – | (1,202) |
| Series F | – | (7,191) |
| Series FH | – | (217) |
| Series FI | – | (1,868) |
| Series H | – | (702) |
| Series I | – | (583) |
| Series IP | – | (1,371) |
| Series O | – | (19,909) |
| From return of capital | | |
| Series A | (24,326) | – |
| Series E | (1,010) | – |
| Series F | (8,088) | – |
| Series FH | (171) | – |
| Series FI | (2,159) | – |
| Series H | (436) | – |
| Series I | (664) | – |
| Series IP | (1,447) | – |
| Series O | (15,616) | – |
| | **(53,917)** | **(65,892)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 29,936 | 180,689 |
| Series E | 7,067 | 15,994 |
| Series F | 47,523 | 74,599 |
| Series FH | 1,342 | 2,918 |
| Series FI | 18,300 | 21,939 |
| Series H | 421 | 2,387 |
| Series I | 1,208 | 5,539 |
| Series IP | 898 | 5,305 |
| Series O | 8,654 | 88,161 |
| Reinvested distributions | | |
| Series A | 17,387 | 23,738 |
| Series E | 714 | 866 |
| Series F | 4,213 | 3,911 |
| Series FH | 49 | 95 |
| Series FI | 953 | 952 |
| Series H | 283 | 468 |
| Series I | 329 | 343 |
| Series IP | 1,121 | 1,075 |
| Series O | 13,617 | 19,909 |
| Payments on redemption | | |
| Series A | (154,526) | (90,368) |
| Series E | (10,032) | (8,209) |
| Series F | (57,960) | (24,477) |
| Series FH | (2,147) | (365) |
| Series FI | (13,007) | (15,469) |
| Series H | (2,595) | (1,476) |
| Series I | (2,341) | (1,948) |
| Series IP | (2,112) | (1,550) |
| Series O | (78,252) | (17,015) |
| | **(168,957)** | **288,011** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (107,317) | 77,411 |
| Series E | (2,365) | 7,265 |
| Series F | (6,284) | 46,820 |
| Series FH | (567) | 2,950 |
| Series FI | 6,002 | 5,482 |
| Series H | (1,314) | 2,390 |
| Series I | (832) | 3,428 |
| Series IP | (133) | 3,655 |
| Series O | (56,564) | 73,591 |
| | **(169,374)** | **222,992** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 703,403 | 937,728 |
| Series E | 29,099 | 37,798 |
| Series F | 208,086 | 201,368 |
| Series FH | 4,748 | 6,958 |
| Series FI | 54,110 | 47,940 |
| Series H | 14,793 | 18,915 |
| Series I | 14,642 | 14,677 |
| Series IP | 32,596 | 31,603 |
| Series O | 319,183 | 467,456 |
| | **1,380,660** | **1,764,443** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 53,500 | 873 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (15,065) | (12,401) |
| Net realized (gain) loss on non-derivative financial liabilities | (1) | – |
| Net realized (gain) loss on options contracts | 14,052 | (30,159) |
| Unrealized foreign currency translation (gain) loss | (19) | (33,432) |
| Change in unrealized (gain) loss on non-derivative financial assets | (3,841) | (16,848) |
| Change in unrealized (gain) loss on non-derivative financial liabilities | 1 | – |
| Change in unrealized (gain) loss on options contracts | (19,682) | 7,073 |
| Change in unrealized (gain) loss on currency forward contracts | (4,589) | 1,589 |
| Change in unrealized (gain) loss on currency spot contracts | (14) | – |
| Change in unrealized (gain) loss on futures contracts | (1,388) | 1,453 |
| Change in unrealized (gain) loss on swap contracts | (779) | 3,994 |
| Other non-cash transactions | (6,478) | (128) |
| Purchases of portfolio investments | (418,032) | (1,146,193) |
| Proceeds from sale of portfolio investments | 581,361 | 1,013,880 |
| Payable for interest and dividends on securities sold short | – | 136 |
| Margin deposited on derivatives | 12,967 | (54,662) |
| Accrued investment income and other | (1,640) | (2,338) |
| Accrued expenses and other payables | (279) | 228 |
| **Net cash provided by (used in) operating activities** | **190,074** | **(266,935)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 71,552 | 362,959 |
| Amounts paid on redemption of redeemable units | (281,237) | (119,052) |
| Distributions to unitholders of redeemable units | (15,239) | (14,528) |
| **Net cash provided by (used in) financing activities** | **(224,924)** | **229,379** |
| Unrealized foreign currency translation gain (loss) | 19 | 33,432 |
| Net increase (decrease) in cash | (34,831) | (4,124) |
| Cash (bank overdraft), beginning of period | 466,554 | 690,343 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **431,723** | **686,219** |
| Interest paid[1] | 50 | 32 |
| Interest received[1] | 3,208 | 30,086 |
| Dividends paid[1] | 19 | – |
| Dividends received, net of withholding taxes[1] | 20,382 | 14,080 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (1.1%)** | | | |
| **Canadian Bonds and Debentures (1.1%)** | | | |
| **Corporate (1.1%)** | | | |
| Institutional Mortgage Securities Canada Inc., 3.00% Feb. 12 23, Series 2013-3, Class "F" | 626 | 299 | 384 |
| Institutional Mortgage Securities Canada Inc., 3.00% Feb. 12 23, Series 2013-3, Class "G" | 500 | 207 | 277 |
| Institutional Mortgage Securities Canada Inc., 3.00% Feb. 12 23, Series 2013-3, Class "H" | 1,002 | 361 | 420 |
| Institutional Mortgage Securities Canada Inc., 3.65% Nov. 12 23, Series 2013-4, Class "F" | 743 | 385 | 455 |
| Institutional Mortgage Securities Canada Inc., 3.65% Nov. 12 23, Series 2013-4, Class "G" | 661 | 297 | 363 |
| Institutional Mortgage Securities Canada Inc., 3.65% Nov. 12 23, Series 2013-4, Class "H" | 1,322 | 524 | 540 |
| Institutional Mortgage Securities Canada Inc., 3.773% Oct. 12 26, Series 2016-7, Class "F" | 969 | 667 | 671 |
| Institutional Mortgage Securities Canada Inc., 3.773% Oct. 12 26, Series 2016-7, Class "G" | 793 | 424 | 428 |
| Institutional Mortgage Securities Canada Inc., 3.773% Oct. 12 26, Series 2016-7, Class "H" | 1,321 | 538 | 545 |
| Institutional Mortgage Securities Canada Inc., 3.828% Jun. 12 27, Series 2015-6, Class "F" | 732 | 470 | 501 |
| Institutional Mortgage Securities Canada Inc., 3.828% Jun. 12 30, Series 2015-6, Class "G" | 651 | 270 | 293 |
| Institutional Mortgage Securities Canada Inc., 3.828% Jan. 12 35, Series 2015-6, Class "H" | 1,220 | 328 | 348 |
| Institutional Mortgage Securities Canada Inc., 4.265% Jul. 12 24, Series 2014-5, Class "H" | 1,170 | 434 | 466 |
| Institutional Mortgage Securities Canada Inc., 4.297% Jun. 12 24, Series 2014-5, Class "F" | 624 | 413 | 469 |
| Institutional Mortgage Securities Canada Inc., 4.297% Jun. 12 24, Series 2014-5, Class "G" | 624 | 308 | 352 |
| Timbercreek Asset Management Inc., 10.00% Sep. 30 18, Series 3* | 9,325 | 9,325 | 9,325 |
| | | **15,250** | **15,837** |
| **EQUITIES (53.1%)** | | | |
| **Australia (1.5%)** | | | |
| Transurban Group | 2,100,000 | **22,450** | **21,035** |
| **Canada (0.5%)** | | | |
| Continuum Residential Real Estate Investment Trust, Restricted* | 304,080 | 3,253 | 3,427 |
| REDF VI Limited Partnership, Restricted Units* | 2,253 | 1,976 | 3,146 |
| | | **5,229** | **6,573** |
| **France (3.2%)** | | | |
| Aéroports de Paris | 180,000 | 25,631 | 25,958 |
| Unibail-Rodamco SE | 56,190 | 17,904 | 18,031 |
| | | **43,535** | **43,989** |
| **Ireland (0.0%)** | | | |
| Ingersoll-Rand PLC | 1,260 | **125** | **127** |
| **Italy (2.7%)** | | | |
| Atlantia SPA | 1,195,000 | **41,263** | **37,640** |
| **Spain (2.7%)** | | | |
| Ferrovial, SA | 1,550,600 | **41,178** | **37,331** |
| **United Kingdom (0.0%)** | | | |
| Aon PLC, Class "A" | 989 | 141 | 148 |
| Delphi Automotive PLC | 316 | 28 | 29 |
| | | **169** | **177** |
| **United States (42.5%)** | | | |
| 3M Company | 1,735 | 395 | 416 |
| AbbVie Inc. | 5,653 | 463 | 475 |
| Accenture PLC, Class "A" | 1,943 | 309 | 306 |
| Adams Diversified Equity Fund, Inc. | 450,000 | 7,354 | 7,680 |
| Adobe Systems Incorporated | 2,707 | 389 | 374 |
| AES Corporation (The) | 612 | 9 | 10 |
| Air Lease Corporation, Class "A" | 675,000 | 28,245 | 31,128 |
| Alaska Air Group, Inc. | 918 | 102 | 109 |
| AllianzGI NFJ Dividend Interest & Premium Strategy Fund | 150,000 | 2,471 | 2,540 |
| Altria Group, Inc. | 3,351 | 286 | 304 |
| American Express Company | 1,459 | 131 | 145 |
| American Tower Corporation | 105,136 | 14,214 | 14,921 |
| American Water Works Company, Inc. | 160,117 | 15,341 | 15,557 |
| Amphenol Corporation, Class "A" | 644 | 57 | 58 |
| Apollo Senior Floating Rate Fund | 75,000 | 1,548 | 1,752 |
| Apple Inc. | 3,956 | 532 | 615 |
| Archer Daniels Midland Company | 2,697 | 157 | 165 |
| Ares Capital Corporation | 608,000 | 12,834 | 13,474 |
| AvalonBay Communities, Inc. | 65,000 | 14,894 | 15,467 |
| Baxter International Inc. | 3,380 | 214 | 201 |
| Berkshire Hathaway Inc., Class "B" | 847 | 164 | 185 |
| Best Buy Co., Inc. | 3,357 | 205 | 192 |
| BlackRock Energy and Resources Trust | 100,869 | 1,686 | 1,956 |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (53.1%) (cont'd)** | | | |
| **United States (42.5%) (cont'd)** | | | |
| BlackRock Enhanced Equity Dividend Trust | 1,008,272 | 7,202 | 11,000 |
| BlackRock Floating Rate Income Strategies Fund, Inc. | 140,000 | 2,393 | 2,709 |
| BlackRock Global Opportunities Equity Trust | 401,847 | 5,259 | 6,235 |
| BlackRock International Growth and Income Trust | 528,877 | 4,146 | 3,913 |
| BlackRock Resources & Commodities Strategy Trust | 703,734 | 7,179 | 7,814 |
| BlackRock Science and Technology Trust | 351,639 | 7,505 | 8,477 |
| Blackstone Mortgage Trust, Inc., Class "A" | 120,000 | 4,931 | 4,845 |
| Blackstone Tactical Opportunities Fund II L.P.* | 11,618,324 | 15,392 | 16,937 |
| Boeing Company (The) | 954 | 169 | 200 |
| Bristol-Myers Squibb Company | 5,428 | 372 | 426 |
| CBRE Group, Inc., Class "A" | 212 | 8 | 9 |
| CBS Corporation, Class "B", Non-Voting | 2,775 | 210 | 237 |
| Cerner Corporation | 212 | 17 | 13 |
| Chevron Corporation | 2,307 | 350 | 365 |
| Citizens Financial Group, Inc. | 11,847 | 419 | 567 |
| ClearBridge American Energy MLP Fund Inc. | 400,000 | 4,526 | 4,930 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 265,992 | 6,356 | 6,914 |
| Colgate-Palmolive Company | 3,344 | 320 | 294 |
| Colony Capital, Inc. | 68,486 | 1,855 | 1,862 |
| CVS Health Corporation | 137,900 | 18,615 | 14,617 |
| Digital Realty Trust, Inc. | 1,212 | 145 | 160 |
| Eastman Chemical Company | 1,730 | 174 | 175 |
| Eaton Vance Enhanced Equity Income Fund | 75,000 | 1,253 | 1,249 |
| Eaton Vance Municipal Bond Fund | 53,000 | 929 | 883 |
| Eaton Vance Tax-Advantaged Global Dividend Income Fund | 275,000 | 5,183 | 5,201 |
| Eaton Vance Tax-Managed Diversified Equity Income Fund | 409,556 | 5,235 | 5,683 |
| Eaton Vance Tax-Managed Global Diversified Equity Income Fund | 400,000 | 4,277 | 4,294 |
| Edwards Lifesciences Corporation | 1,801 | 225 | 227 |
| Electronic Arts, Inc. | 3,506 | 366 | 371 |
| Equinix, Inc. | 31,000 | 14,419 | 14,886 |
| Equity Residential Properties Trust | 355,000 | 32,193 | 30,678 |
| Estee Lauder Companies Inc. (The), Class "A" | 140 | 16 | 14 |
| F5 Networks, Inc. | 891 | 165 | 173 |
| Facebook, Inc., Class "A" | 4,557 | 703 | 705 |
| First Trust Dynamic Europe Equity Income Fund | 172,647 | 3,537 | 3,598 |
| Gabelli Dividend & Income Trust | 125,000 | 2,186 | 3,363 |
| General American Investors | 150,000 | 6,321 | 6,279 |
| General Growth Properties, Inc. | 1,250,000 | 44,181 | 41,926 |
| General Mills, Inc. | 1,908 | 158 | 158 |
| Harley-Davidson, Inc. | 1,121 | 86 | 88 |
| Hasbro, Inc. | 151 | 17 | 16 |
| Henry Schein, Inc. | 1,095 | 219 | 223 |
| Home Depot, Inc. (The) | 1,190 | 207 | 214 |
| International Paper Company | 851 | 53 | 61 |
| Invesco Dynamic Credit Opportunities Fund | 150,000 | 2,110 | 2,477 |
| KLA-Tencor Corporation | 2,496 | 252 | 264 |
| Leggett & Platt, Incorporated | 1,296 | 83 | 85 |
| Lennar Corporation, Class "A" | 265,000 | 16,531 | 15,275 |
| Liberty All-Star® Equity Fund | 892,933 | 5,756 | 6,187 |
| Lincoln National Corporation | 1,753 | 154 | 156 |
| LKQ Corporation | 447 | 19 | 18 |
| LyondellBasell Industries NV, Class "A" | 1,437 | 148 | 166 |
| Marathon Petroleum Corporation | 5,415 | 298 | 366 |
| Marsh & McLennan Companies, Inc. | 1,638 | 142 | 149 |
| Martin Marietta Materials, Inc. | 91 | 23 | 27 |
| Masco Corporation | 1,324 | 55 | 56 |
| MasterCard Incorporated, Class "A" | 2,272 | 284 | 315 |
| Monster Beverage Corporation | 3,774 | 244 | 225 |
| Neuberger Berman MLP Income Fund Inc. | 500,000 | 5,727 | 6,304 |
| Newmont Mining Corporation | 1,119 | 47 | 51 |
| NextEra Energy, Inc. | 1,001 | 170 | 161 |
| NIKE, Inc., Class "B" | 11,777 | 864 | 804 |
| Northrop Grumman Corporation | 577 | 192 | 180 |
| Nuveen AMT-Free Quality Municipal Income Fund | 160,000 | 2,727 | 2,866 |
| Nuveen Credit Strategies Income Fund | 400,000 | 4,066 | 4,753 |
| Nuveen Dow 30SM Dynamic Overwrite Fund | 203,546 | 3,638 | 4,100 |
| Nuveen Nasdaq 100 Dynamic Overwrite Fund | 165,655 | 3,923 | 4,128 |
| Nuveen New York AMT-Free Municipal Income Fund | 100,000 | 1,839 | 1,720 |
| Nuveen Quality Municipal Income Fund | 130,000 | 2,493 | 2,437 |
| Nuveen S&P 500 Buy-Write Income Fund | 186,710 | 3,187 | 3,189 |
| PepsiCo, Inc. | 2,602 | 343 | 366 |
| PIMCO Dynamic Credit and Mortgage Income Fund | 400,000 | 9,882 | 10,860 |
| Priceline Group Inc. (The) | 212 | 403 | 418 |
| Public Service Enterprise Group Incorporated | 1,508 | 83 | 89 |
| Quanta Services, Inc. | 365 | 17 | 17 |
| Regions Financial Corporation | 29,318 | 536 | 565 |
| Rockwell Automation, Inc. | 494 | 90 | 89 |
| Royce Value Trust, Inc. | 525,000 | 8,338 | 9,425 |
| S&P Global Inc. | 1,578 | 248 | 228 |
| Schlumberger Limited | 1,652 | 176 | 186 |
| Sempra Energy | 624 | 83 | 84 |
| Simon Property Group, Inc. | 141,555 | 36,407 | 33,833 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (53.1%) (cont'd)** | | | |
| **United States (42.5%) (cont'd)** | | | |
| Skyworks Solutions, Inc. | 2,590 | 260 | 260 |
| SL Green Realty Corp. | 245,000 | 33,339 | 35,380 |
| Snap-on Incorporated | 565 | 126 | 130 |
| Starbucks Corporation | 3,498 | 271 | 261 |
| Starwood Distressed Opportunity Fund IX, LP* | 13,671 | 5,471 | 16,748 |
| Starwood Global Opportunity Fund X, LP, Restricted* | 11,470 | 13,123 | 15,936 |
| Starwood Property Trust, Inc. | 100,900 | 3,021 | 2,972 |
| Sysco Corporation | 6,217 | 439 | 462 |
| T. Rowe Price Group, Inc. | 2,543 | 253 | 257 |
| Target Corporation | 966 | 100 | 94 |
| Thermo Fisher Scientific Inc. | 457 | 90 | 87 |
| Tri-Continental Corporation | 120,000 | 2,592 | 3,553 |
| Twenty-First Century Fox, Inc., Class "A" | 6,062 | 228 | 228 |
| Union Pacific Corporation | 1,057 | 126 | 147 |
| United Parcel Service, Inc., Class "B" | 825 | 116 | 127 |
| United Rentals, Inc. | 224 | 31 | 32 |
| UnitedHealth Group Incorporated | 1,031 | 195 | 222 |
| Valero Energy Corporation | 4,138 | 296 | 380 |
| Verisk Analytics, Inc. | 400 | 44 | 44 |
| Verizon Communications Inc. | 6,019 | 406 | 432 |
| Visa Inc., Class "A" | 67,500 | 7,154 | 7,084 |
| Voya Global Equity Dividend Fund | 506,264 | 4,920 | 4,599 |
| Voya Prime Rate Trust | 100,000 | 656 | 744 |
| Waste Management, Inc. | 635 | 59 | 60 |
| Weyerhaeuser Company | 900,000 | 35,979 | 36,362 |
| Wyndham Worldwide Corporation | 250,000 | 22,346 | 25,641 |
| Xcel Energy Inc. | 2,919 | 150 | 160 |
| Zoetis Inc. | 6,403 | 412 | 460 |
| | | **555,253** | **586,500** |
| **INVESTMENTS IN UNDERLYING FUNDS (12.1%)** | | | |
| Dynamic Alternative Investments Private Pool Class, Series "O" | 801,003 | 7,802 | 8,210 |
| Dynamic Premium Yield Fund, Series "O" | 15,189,879 | 162,359 | 159,030 |
| | | **170,161** | **167,240** |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **PURCHASED OPTIONS (0.3%)** | | **10,611** | **4,088** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (66.6%)** | | **905,224** | **920,537** |
| **TRANSACTION COSTS (0.0%)** | | **(424)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (66.6%)** | | **904,800** | **920,537** |
| **WRITTEN OPTIONS (–0.2%)** | | **–** | **(2,191)** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.2%)** | | **–** | **(3,120)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (31.3%)** | | | |
| Canadian | | 3,338 | 3,338 |
| Foreign | | 428,396 | 428,385 |
| | | **431,734** | **431,723** |
| **OTHER NET ASSETS (LIABILITIES) (2.5%)** | | | **33,711** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **1,380,660** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Purchased Options

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Paid ($000s) | Current Value ($000s) |
|---|---|---|---|---|---|---|---|---|
| SPDR S&P 500 ETF Trust, 205.00 Put, Dec. 30 16 | Put | 9,000 | 900,000 | 30-Dec-16 | 205.00 | USD | 3,948 | 6 |
| Hershey Company (The), 85.00 Put, Jan. 20 17 | Put | 719 | 71,900 | 20-Jan-17 | 85.00 | USD | 420 | 30 |
| Industrial Select Sector SPDR Fund (The), 45.00 Put, Jan. 20 17 | Put | 8,250 | 825,000 | 20-Jan-17 | 45.00 | USD | 2,123 | 6 |
| iShares 20+ Year Treasury Bond Fund ETF, 121.00 Call, Mar. 17 17 | Call | 5,000 | 500,000 | 17-Mar-17 | 121.00 | USD | 1,826 | 1,490 |
| SPDR S&P 500 ETF Trust, 205.00 Put, Mar. 31 17 | Put | 9,000 | 900,000 | 31-Mar-17 | 205.00 | USD | 2,294 | 2,556 |
| | | | | | | | **10,611** | **4,088** |

### Schedule of Written Options

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| SPDR S&P 500 ETF Trust, 185.00 Put, Dec. 30 16 | Put | (9,000) | (900,000) | 30-Dec-16 | 185.00 | USD | (1,358) | (6) |
| Affiliated Managers Group, Inc., 140.00 Put, Jan. 20 17 | Put | (725) | (72,500) | 20-Jan-17 | 140.00 | USD | (208) | (175) |
| Allergan PLC, 185.50 Put, Jan. 20 17 | Put | (573) | (57,300) | 20-Jan-17 | 182.50 | USD | (144) | (40) |
| Equinix, Inc., 320.00 Put, Jan. 20 17 | Put | (335) | (33,500) | 20-Jan-17 | 320.00 | USD | (376) | (49) |
| Equinix, Inc., 330.00 Put, Jan. 20 17 | Put | (335) | (33,500) | 20-Jan-17 | 330.00 | USD | (157) | (76) |
| Hershey Company (The), 65.00 Put, Jan. 20 17 | Put | (719) | (71,900) | 20-Jan-17 | 65.00 | USD | (70) | (2) |
| Industrial Select Sector SPDR Fund (The), 30.00 Put, Jan. 20 17 | Put | (8,250) | (825,000) | 20-Jan-17 | 30.00 | USD | (384) | (17) |
| Visa Inc., Class "A", 77.50 Put, Jan. 20 17 | Put | (700) | (70,000) | 20-Jan-17 | 77.50 | USD | (123) | (96) |
| Blackstone Group L.P. (The), 26.50 Put, Jan. 27 17 | Put | (1,850) | (185,000) | 27-Jan-17 | 26.50 | USD | (103) | (155) |
| Microsoft Corporation, 59.00 Put, Jan. 27 17 | Put | (1,750) | (175,000) | 27-Jan-17 | 59.00 | USD | (187) | (167) |
| Visa Inc., Class "A", 78.00 Put, Jan. 27 17 | Put | (700) | (70,000) | 27-Jan-17 | 78.00 | USD | (170) | (178) |
| iShares 20+ Year Treasury Bond Fund ETF, 126.00 Call, Mar. 17 17 | Call | (5,000) | (500,000) | 17-Mar-17 | 126.00 | USD | (820) | (594) |
| SPDR S&P 500 ETF Trust, 180.00 Put, Mar. 31 17 | Put | (9,000) | (900,000) | 31-Mar-17 | 180.00 | USD | (558) | (636) |
| | | | | | | | **(4,658)** | **(2,191)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 21,147 | (AUD) (21,500) | 1.017 | 1.032 | 312 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 2,000 | (CAD) (2,621) | 1.311 | 1.342 | 63 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 1,900 | (CAD) (2,538) | 1.336 | 1.342 | 13 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 1,300 | (CAD) (1,740) | 1.338 | 1.342 | 5 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 1,500 | (CAD) (2,008) | 1.339 | 1.342 | 5 |
| | | | | | | | **398** |

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 259 | (USD) (193) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 198 | (USD) (147) | 0.743 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 229 | (CAD) (302) | 1.322 | 1.342 | 5 |
| | | | | | | | 6 |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **404** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 4,334 | (EUR) (3,100) | 0.715 | 0.705 | (66) |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | CAD 103,864 | (USD) (77,800) | 0.749 | 0.745 | (576) |
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 24,858 | (EUR) (17,800) | 0.716 | 0.705 | (407) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 207,246 | (USD) (155,300) | 0.749 | 0.745 | (1,144) |
| UBS AG Stamford Branch | A-1+ | 24-Feb-17 | CAD 70,738 | (USD) (53,000) | 0.749 | 0.745 | (380) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 264,428 | (USD) (197,600) | 0.747 | 0.745 | (835) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 16,249 | (EUR) (11,600) | 0.714 | 0.705 | (216) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 66,392 | (EUR) (47,500) | 0.715 | 0.705 | (1,028) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 3,535 | (EUR) (2,500) | 0.707 | 0.705 | (13) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 2,100 | (CAD) (2,848) | 1.356 | 1.342 | (29) |
| | | | | | | | **(4,694)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 285 | (USD) (213) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 331 | (USD) (249) | 0.752 | 0.745 | (3) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 15,154 | (CAD) (20,406) | 1.347 | 1.342 | (63) |
| | | | | | | | **(66)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(4,760)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| S&P 500 Index E-Mini Futures, Mar. 17 | (700) | USD | 2,260.7821 | 17-Mar-17 | (106,244) | (105,089) | 1,155 |
| | | | | | **(106,244)** | **(105,089)** | **1,155** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|
| **Apollo Global Management, LLC, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 210,000 | 29-Jun-17 | USD | 5,556,613 | 1.189 | (110) |
| 57,659 | 3-Jul-17 | USD | 1,525,661 | 1.189 | (30) |
| 18,062 | 5-Jul-17 | USD | 477,922 | 1.189 | (9) |
| 6,200 | 6-Jul-17 | USD | 164,052 | 1.189 | (3) |
| 27,141 | 10-Oct-17 | USD | 718,153 | 1.189 | (14) |
| 50,000 | 11-Aug-17 | USD | 1,323,003 | 1.189 | (26) |
| 33,705 | 3-Oct-17 | USD | 891,836 | 1.189 | (18) |
| 8,699 | 7-Jul-17 | USD | 230,176 | 1.189 | (5) |
| 50,000 | 10-Jul-17 | USD | 1,323,003 | 1.189 | (26) |
| 19,239 | 11-Jul-17 | USD | 509,065 | 1.189 | (10) |
| 10,000 | 12-Jul-17 | USD | 264,601 | 1.189 | (5) |
| 70,761 | 19-Jul-17 | USD | 1,872,340 | 1.189 | (37) |
| 49,380 | 21-Jul-17 | USD | 1,306,598 | 1.189 | (26) |
| 48,200 | 24-Jul-17 | USD | 1,275,375 | 1.189 | (25) |
| 50,000 | 10-Aug-17 | USD | 1,323,003 | 1.189 | (26) |
| 50,000 | 25-Aug-17 | USD | 1,323,003 | 1.189 | (26) |
| 50,000 | 21-Sep-17 | USD | 1,323,003 | 1.189 | (26) |
| 51,800 | 22-Sep-17 | USD | 1,370,631 | 1.189 | (27) |
| 43,407 | 2-Oct-17 | USD | 1,148,552 | 1.189 | (23) |
| 18,650 | 12-Oct-17 | USD | 493,480 | 1.189 | (10) |
| 2,097 | 13-Oct-17 | USD | 55,487 | 1.189 | (1) |
| 100,000 | 14-Nov-17 | USD | 2,646,006 | 1.189 | (52) |
| 25,000 | 15-Nov-17 | USD | 661,502 | 1.189 | (13) |
| **Ares Capital Corporation, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 250,000 | 30-May-17 | USD | 5,384,227 | 1.085 | 151 |
| 200,000 | 2-Jun-17 | USD | 4,307,382 | 1.085 | 121 |
| 190,600 | 23-Jun-17 | USD | 4,104,935 | 1.085 | 115 |
| 201,400 | 27-Jun-17 | USD | 4,337,533 | 1.085 | 122 |
| 200,000 | 29-Aug-17 | USD | 4,307,382 | 1.085 | 121 |
| 117,700 | 16-Aug-17 | USD | 2,534,894 | 1.085 | 71 |
| 296,700 | 17-Aug-17 | USD | 6,390,001 | 1.085 | 179 |
| 235,600 | 18-Aug-17 | USD | 5,074,096 | 1.085 | 142 |
| **Blackstone Group L.P. (The), Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 93,800 | 24-Apr-17 | USD | 3,241,831 | 1.085 | 162 |
| 151,500 | 30-May-17 | USD | 5,236,006 | 1.085 | 262 |
| 75,000 | 16-Jun-17 | USD | 2,592,082 | 1.085 | 130 |
| 50,000 | 21-Jun-17 | USD | 1,728,055 | 1.085 | 87 |
| 50,000 | 22-Jun-17 | USD | 1,728,055 | 1.085 | 87 |
| 65,000 | 5-Jul-17 | USD | 2,246,471 | 1.085 | 113 |
| 110,000 | 11-Aug-17 | USD | 3,801,721 | 1.085 | 191 |
| 88,200 | 20-Jul-17 | USD | 3,048,289 | 1.085 | 153 |
| 91,100 | 21-Jul-17 | USD | 3,148,516 | 1.085 | 158 |
| 55,400 | 26-Jul-17 | USD | 1,914,685 | 1.085 | 96 |
| 260,000 | 14-Nov-17 | USD | 8,985,885 | 1.085 | 450 |
| 250,000 | 22-Nov-17 | USD | 8,940,197 | 1.034 | 193 |
| **Blackstone Mortgage Trust, Inc., Class "A", Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 26,715 | 5-May-17 | USD | 1,078,977 | 1.085 | – |
| 59,730 | 8-May-17 | USD | 2,412,400 | 1.085 | (1) |
| 118,000 | 9-May-17 | USD | 4,765,833 | 1.085 | (2) |
| 121,000 | 10-May-17 | USD | 4,886,998 | 1.085 | (2) |
| 39,555 | 11-May-17 | USD | 1,597,564 | 1.085 | (1) |
| 84,800 | 3-Jul-17 | USD | 3,424,938 | 1.085 | (1) |
| 15,200 | 5-Jul-17 | USD | 613,904 | 1.085 | – |
| 51,449 | 6-Jul-17 | USD | 2,077,944 | 1.085 | (1) |
| 18,600 | 7-Sep-17 | USD | 751,225 | 1.085 | – |
| 7,900 | 8-Sep-17 | USD | 319,069 | 1.085 | – |
| 21,933 | 13-Sep-17 | USD | 885,839 | 1.085 | – |
| 12,867 | 14-Sep-17 | USD | 519,678 | 1.085 | – |
| 145,000 | 10-Oct-17 | USD | 5,856,320 | 1.085 | (2) |
| 50,000 | 10-Jul-17 | USD | 2,019,421 | 1.085 | (1) |
| 28,800 | 11-Jul-17 | USD | 1,163,186 | 1.085 | – |
| 35,000 | 19-Jul-17 | USD | 1,413,595 | 1.085 | – |
| 34,751 | 20-Jul-17 | USD | 1,403,538 | 1.085 | – |
| 19,300 | 31-Aug-17 | USD | 779,496 | 1.085 | – |
| 29,700 | 1-Sep-17 | USD | 1,199,536 | 1.085 | – |
| 4,700 | 6-Sep-17 | USD | 189,826 | 1.085 | – |
| 60,000 | 23-Oct-17 | USD | 2,423,305 | 1.085 | (1) |
| 107,277 | 13-Nov-17 | USD | 4,332,748 | 1.085 | (1) |
| 123,000 | 14-Nov-17 | USD | 4,967,775 | 1.085 | (2) |
| 9,723 | 15-Nov-17 | USD | 392,697 | 1.085 | – |
| 23,604 | 21-Nov-17 | USD | 934,521 | 1.016 | 19 |
| 45,984 | 22-Nov-17 | USD | 1,854,268 | 1.034 | 15 |
| 38,734 | 24-Nov-17 | USD | 1,547,932 | 1.042 | 17 |
| 46,678 | 27-Nov-17 | USD | 1,886,382 | 1.053 | 1 |

**Equity Swaps (cont'd)**

| Number of Units | Termination Date | | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|
| **Colony Capital, Inc., Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 200,000 | 23-Jun-17 | USD | 5,364,359 | 1.189 | 62 |
| 350,000 | 27-Jun-17 | USD | 9,387,628 | 1.189 | 108 |
| 26,918 | 3-Oct-17 | USD | 721,989 | 1.189 | 8 |
| 31,267 | 29-Sep-17 | USD | 838,637 | 1.189 | 10 |
| 191,815 | 2-Oct-17 | USD | 5,144,823 | 1.189 | 59 |
| **Golub Capital BDC, Inc., Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 14,206 | 27-Jun-17 | USD | 351,923 | 1.085 | (1) |
| 19,205 | 3-Jul-17 | USD | 475,762 | 1.085 | (2) |
| 24,200 | 29-Aug-17 | USD | 599,502 | 1.085 | (2) |
| 31,900 | 30-Aug-17 | USD | 790,253 | 1.085 | (3) |
| 44,400 | 28-Sep-17 | USD | 1,099,913 | 1.085 | (4) |
| 14,700 | 16-Aug-17 | USD | 364,160 | 1.085 | (1) |
| 37,200 | 17-Aug-17 | USD | 921,549 | 1.085 | (3) |
| 27,800 | 28-Aug-17 | USD | 688,684 | 1.085 | (2) |
| 19,600 | 18-Aug-17 | USD | 485,547 | 1.085 | (2) |
| 8,500 | 24-Aug-17 | USD | 210,569 | 1.085 | (1) |
| 36,700 | 31-Aug-17 | USD | 909,162 | 1.085 | (3) |
| 30,500 | 21-Sep-17 | USD | 755,571 | 1.085 | 37 |
| 43,800 | 27-Sep-17 | USD | 1,085,049 | 1.085 | (4) |
| 32,400 | 29-Sep-17 | USD | 802,639 | 1.085 | (3) |
| 38,300 | 2-Oct-17 | USD | 948,799 | 1.085 | (3) |
| **Oaktree Capital Group, LLC, Class "A", Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 16,353 | 8-May-17 | USD | 910,125 | 1.085 | (87) |
| 20,647 | 9-May-17 | USD | 1,149,107 | 1.085 | (110) |
| 5,804 | 5-Jul-17 | USD | 323,021 | 1.085 | (31) |
| 12,862 | 6-Jul-17 | USD | 715,834 | 1.085 | (68) |
| 28,000 | 29-Aug-17 | USD | 1,558,338 | 1.085 | (149) |
| 41,600 | 28-Aug-17 | USD | 2,315,244 | 1.085 | (221) |
| 33,000 | 10-Oct-17 | USD | 1,836,612 | 1.085 | (175) |
| 5,600 | 18-Aug-17 | USD | 311,668 | 1.085 | (30) |
| 8,334 | 10-Jul-17 | USD | 463,828 | 1.085 | (44) |
| 9,000 | 23-Aug-17 | USD | 500,894 | 1.085 | (48) |
| 24,200 | 24-Aug-17 | USD | 1,346,849 | 1.085 | (128) |
| 41,600 | 25-Aug-17 | USD | 2,315,244 | 1.085 | (221) |
| 73,000 | 22-Nov-17 | USD | 3,986,729 | 1.034 | (283) |
| **Starwood Property Trust, Inc., Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 200,000 | 11-Jan-17 | USD | 6,034,094 | 1.085 | (140) |
| 125,000 | 21-Jun-17 | USD | 3,771,309 | 1.085 | (87) |
| 203,742 | 23-Jun-17 | USD | 6,146,992 | 1.085 | (142) |
| 115,358 | 26-Jun-17 | USD | 3,480,405 | 1.085 | (81) |
| 100,000 | 5-Jul-17 | USD | 3,017,047 | 1.085 | (70) |
| 161,200 | 29-Aug-17 | USD | 4,863,480 | 1.085 | (113) |
| 30,209 | 27-Jul-17 | USD | 911,420 | 1.085 | (21) |
| 51,378 | 9-Nov-17 | USD | 1,550,098 | 1.085 | (36) |
| 52,700 | 10-Nov-17 | USD | 1,589,984 | 1.085 | (37) |
| 23,000 | 13-Nov-17 | USD | 693,921 | 1.085 | (16) |
| 180,000 | 13-Nov-17 | USD | 5,430,684 | 1.085 | (126) |
| 406,400 | 16-Nov-17 | USD | 12,261,279 | 1.085 | (283) |
| 106,063 | 24-Nov-17 | USD | 3,139,763 | 1.042 | (11) |
| 9,050 | 27-Nov-17 | USD | 270,712 | 1.053 | (4) |
| | | | | | **81** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve high income and long-term capital growth by investing in a diversified portfolio of income-oriented securities.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | 4,119 |
| 1-3 years | 9,325 | 9,348 |
| 3-5 years | – | – |
| 5-10 years | 4,083 | 2,550 |
| > 10 years | 2,429 | 2,344 |
| | **15,837** | **18,361** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $137,000 or approximately 0.0% (June 30, 2016 – $118,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,480,297 | (637,399) | 842,898 | 61.1 |
| Euro | 119,982 | (117,098) | 2,884 | 0.2 |
| Australian Dollar | 21,523 | (20,835) | 688 | 0.0 |
| Pound Sterling | 20 | – | 20 | 0.0 |
| | **1,621,822** | **(775,332)** | **846,490** | **61.3** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 19,541 | (19,575) | (34) | (0.0) |
| | **19,541** | **(19,575)** | **(34)** | **(0.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,250,878 | (945,283) | 305,595 | 19.7 |
| Euro | 73,071 | (71,659) | 1,412 | 0.1 |
| Pound Sterling | 44,303 | (42,205) | 2,098 | 0.1 |
| Israeli Shekel | 336 | – | 336 | 0.0 |
| | **1,368,588** | **(1,059,147)** | **309,441** | **19.9** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 21,422 | (21,306) | 116 | 0.0 |
| | **21,422** | **(21,306)** | **116** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $84,646,000 or approximately 6.1% (June 30, 2016 – $30,956,000 or approximately 2.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 65.5% (June 30, 2016 – 67.3%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $90,375,000 (June 30, 2016 – $104,358,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| BB | 15.7 | 0.2 | 9.4 | 0.1 |
| B | 10.8 | 0.1 | 6.7 | 0.1 |
| Unrated | 73.5 | 0.8 | 83.9 | 1.0 |
| | **100.0** | **1.1** | **100.0** | **1.2** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **1.1** | **1.2** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 1.1 | 1.2 |
| **EQUITIES** | **53.1** | **55.0** |
| Australia | 1.5 | – |
| Canada | 0.5 | 2.1 |
| France | 3.2 | – |
| Ireland | 0.0 | – |
| Italy | 2.7 | 2.2 |
| Spain | 2.7 | 2.5 |
| United Kingdom | 0.0 | 2.8 |
| United States | 42.5 | 45.4 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **12.1** | **11.8** |
| **PURCHASED OPTIONS** | **0.3** | **0.9** |
| **WRITTEN OPTIONS** | **(0.2)** | **(0.4)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **31.3** | **30.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 537,183 | 139,995 | 56,194 | 733,372 |
| Bonds and debentures | – | 6,512 | 9,325 | 15,837 |
| Underlying funds | 167,240 | – | – | 167,240 |
| Warrants, rights and options | 4,088 | – | – | 4,088 |
| Unrealized gain on currency forward contracts | – | 404 | – | 404 |
| Unrealized gain on futures contracts | 1,155 | – | – | 1,155 |
| Unrealized gain on swap contracts | – | 81 | – | 81 |
| | **709,666** | **146,992** | **65,519** | **922,177** |
| Liability for written options | (2,191) | – | – | (2,191) |
| Unrealized loss on currency forward contracts | – | (4,760) | – | (4,760) |
| | **707,475** | **142,232** | **65,519** | **915,226** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 682,031 | 116,572 | 53,431 | 852,034 |
| Bonds and debentures | – | 4,894 | 13,825 | 18,719 |
| Underlying funds | 183,550 | – | – | 183,550 |
| Warrants, rights and options | 14,179 | – | – | 14,179 |
| Unrealized gain on currency forward contracts | – | 3,553 | – | 3,553 |
| | **879,760** | **125,019** | **67,256** | **1,072,035** |
| Liability for written options | (5,608) | – | – | (5,608) |
| Unrealized loss on currency forward contracts | – | (12,498) | – | (12,498) |
| Unrealized loss on currency spot contracts | – | (14) | – | (14) |
| Unrealized loss on futures contracts | (233) | – | – | (233) |
| Unrealized loss on swap contracts | – | (698) | – | (698) |
| | **873,919** | **111,809** | **67,256** | **1,052,984** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 67,256 | 30,723 |
| Purchases | 5,596 | 50,942 |
| Sales | (11,359) | (17,691) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | 12 | 1,079 |
| Net changes in unrealized gain (loss)* | 4,014 | 2,203 |
| **End of period** | **65,519** | **67,256** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $4,014,000 and $3,248,000, respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

"n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 9,325 | n/a |
| Equities | Fundamental model analysis based on financial data | Company NAV | 56,194 | n/a |
| | | | **65,519** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 13,825 | n/a |
| Equities | Fundamental model analysis based on financial data | Company NAV | 53,431 | n/a |
| | | | **67,256** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 404 | (404) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 3,440 | (3,359) | – | 81 |
| | **3,844** | **(3,763)** | **–** | **81** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | $(000s) |
| Currency forward contracts | 4,760 | (404) | – | 4,356 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 3,359 | (3,359) | – | – |
| | **8,119** | **(3,763)** | **–** | **4,356** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3,553 | (1,756) | – | 1,797 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 1,043 | (283) | – | 760 |
| | **4,596** | **(2,039)** | **–** | **2,557** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 12,498 | (1,756) | – | 10,742 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 1,741 | (283) | – | 1,458 |
| | **14,239** | **(2,039)** | **–** | **12,200** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Adams Diversified Equity Fund, Inc. | 7,680 | 0.5 |
| AllianzGI NFJ Dividend Interest & Premium Strategy Fund | 2,540 | 0.2 |
| Apollo Senior Floating Rate Fund | 1,752 | 0.5 |
| BlackRock Energy and Resources Trust | 1,956 | 0.3 |
| BlackRock Enhanced Equity Dividend Trust | 11,000 | 0.5 |
| BlackRock Floating Rate Income Strategies Fund, Inc. | 2,709 | 0.4 |
| BlackRock Global Opportunities Equity Trust | 6,235 | 0.6 |
| BlackRock International Growth and Income Trust | 3,913 | 0.5 |
| BlackRock Resources & Commodities Strategy Trust | 7,814 | 0.7 |
| BlackRock Science and Technology Trust | 8,477 | 1.6 |
| Blackstone Tactical Opportunities Fund II L.P. | 16,937 | 0.9 |
| ClearBridge American Energy MLP Fund Inc. | 4,930 | 0.7 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 6,914 | 0.3 |
| Dynamic Alternative Investments Private Pool Class, Series "O" | 8,210 | 5.3 |
| Dynamic Premium Yield Fund, Series "O" | 159,030 | 12.2 |
| Eaton Vance Enhanced Equity Income Fund | 1,249 | 0.2 |
| Eaton Vance Municipal Bond Fund | 883 | 0.1 |
| Eaton Vance Tax-Advantaged Global Dividend Income Fund | 5,201 | 0.4 |
| Eaton Vance Tax-Managed Diversified Equity Income Fund | 4,233 | 0.2 |
| Eaton Vance Tax-Managed Global Diversified Equity Income Fund | 4,294 | 0.1 |
| First Trust Dynamic Europe Equity Income Fund | 3,598 | 1.0 |
| Gabelli Dividend & Income Trust | 3,363 | 0.2 |
| General American Investors | 6,279 | 0.6 |
| Invesco Dynamic Credit Opportunities Fund | 2,477 | 0.2 |
| Liberty All-Star® Equity Fund | 6,187 | 0.5 |
| Neuberger Berman MLP Income Fund Inc. | 6,304 | 0.9 |
| Nuveen AMT-Free Quality Municipal Income Fund | 2,866 | 0.1 |
| Nuveen Credit Strategies Income Fund | 4,753 | 0.3 |
| Nuveen Dow 30SM Dynamic Overwrite Fund | 4,100 | 0.6 |
| Nuveen Nasdaq 100 Dynamic Overwrite Fund | 4,128 | 0.5 |
| Nuveen New York AMT-Free Municipal Income Fund | 1,720 | 0.1 |
| Nuveen Quality Municipal Income Fund | 2,437 | 0.1 |
| Nuveen S&P 500 Buy-Write Income Fund | 3,189 | 0.2 |
| PIMCO Dynamic Credit and Mortgage Income Fund | 10,860 | 0.3 |
| REDF VI Limited Partnership, Restricted Units | 3,146 | 7.0 |
| Royce Value Trust, Inc. | 9,425 | 0.7 |
| Starwood Distressed Opportunity Fund IX, LP | 16,748 | 0.3 |
| Starwood Global Opportunity Fund X, LP, Restricted | 15,936 | 0.3 |
| Tri-Continental Corporation | 3,553 | 0.2 |
| Voya Global Equity Dividend Fund | 4,599 | 0.5 |
| Voya Prime Rate Trust | 744 | 0.1 |
| | **382,369** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Adams Diversified Equity Fund, Inc. | 4,943 | 0.3 |
| AllianzGI NFJ Dividend Interest & Premium Strategy Fund | 2,405 | 0.2 |
| Alpine Global Premier Properties Fund | 2,185 | 0.4 |
| Alpine Total Dynamic Dividend Fund | 3,842 | 0.4 |
| Apollo Senior Floating Rate Fund | 2,115 | 0.7 |
| BlackRock Energy and Resources Trust | 1,852 | 0.3 |
| BlackRock Enhanced Equity Dividend Trust | 14,609 | 0.8 |
| BlackRock Floating Rate Income Strategies Fund, Inc. | 3,486 | 0.6 |
| BlackRock Global Opportunities Equity Trust | 4,165 | 0.4 |
| BlackRock International Growth and Income Trust | 3,904 | 0.5 |
| BlackRock Resources & Commodities Strategy Trust | 2,504 | 0.3 |
| BlackRock Science and Technology Trust | 6,492 | 1.2 |
| Blackstone Tactical Opportunities Fund II L.P.* | 13,960 | 0.8 |
| Calamos Dynamic Convertible and Income Fund | 1,980 | 0.3 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 9,151 | 0.4 |
| Dynamic Alternative Investments Private Pool Class, Series "O" | 7,952 | 13.2 |
| Dynamic Premium Yield Fund, Series "O" | 175,598 | 10.5 |
| Eaton Vance Enhanced Equity Income Fund | 1,241 | 0.2 |
| Eaton Vance Enhanced Equity Income Fund II | 1,671 | 0.2 |
| Eaton Vance Municipal Bond Fund | 977 | 0.1 |
| Eaton Vance Risk-Managed Diversified Equity Income Fund | 6,353 | 0.8 |
| Eaton Vance Tax-Advantaged Dividend Income Fund | 2,621 | 0.1 |
| Eaton Vance Tax-Advantaged Global Dividend Income Fund | 6,550 | 0.5 |
| Eaton Vance Tax-Managed Diversified Equity Income Fund | 10,831 | 0.5 |
| Eaton Vance Tax-Managed Global Buy-Write Opportunities Fund | 2,365 | 0.2 |
| Eaton Vance Tax-Managed Global Diversified Equity Income Fund | 8,891 | 0.3 |
| First Trust Dynamic Europe Equity Income Fund | 2,697 | 0.6 |
| Gabelli Dividend & Income Trust | 9,952 | 0.4 |
| Gabelli Equity Trust Inc. | 2,606 | 0.2 |
| General American Investors | 2,004 | 0.2 |
| Invesco Dynamic Credit Opportunities Fund | 5,651 | 0.5 |
| Invesco Quality Municipal Income Trust | 1,995 | 0.2 |
| Invesco Senior Income Trust | 1,631 | 0.2 |
| Liberty All-Star® Equity Fund | 5,830 | 0.3 |
| Mexico Fund, Inc. (The) | 2,829 | 0.7 |
| Nuveen Credit Strategies Income Fund | 5,254 | 0.4 |
| Nuveen Dow 30SM Dynamic Overwrite Fund | 3,779 | 0.6 |
| Nuveen Nasdaq 100 Dynamic Overwrite Fund | 5,925 | 0.7 |
| Nuveen New York AMT-Free Municipal Income Fund | 1,853 | 0.1 |
| Nuveen Performance Plus Municipal Fund, Inc. | 345 | 0.1 |
| Nuveen Premium Income Municipal Fund 2, Inc. | 2,015 | 0.1 |
| Nuveen Premium Income Municipal Fund, Inc. | 1,276 | 0.1 |
| PIMCO Dynamic Credit Income Fund | 9,944 | 0.3 |
| REDF VI Limited Partnership, Restricted Units* | 3,099 | 7.0 |
| Royce Value Trust, Inc. | 8,036 | 0.5 |
| Starwood Distressed Opportunity Fund IX, LP* | 18,847 | 0.0 |
| Starwood Global Opportunity Fund X, LP, Restricted* | 14,150 | 0.0 |
| Tekla Healthcare Opportunities Fund | 11,099 | 1.1 |
| Tri-Continental Corporation | 3,206 | 0.2 |
| Vanguard REIT ETF | 16,762 | 0.0 |
| Voya Global Equity Dividend Fund | 4,515 | 0.5 |
| Voya Prime Rate Trust Fund | 4,661 | 0.5 |
| Zweig Total Return Fund, Inc. (The) | 2,244 | 0.4 |
| | **454,848** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Diversified Real Asset Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 92,605 | 93,000 |
| Unrealized gain on futures contracts | 25 | – |
| Cash | 85 | 4,794 |
| Margin deposited on derivatives | 394 | – |
| Subscriptions receivable | 116 | 393 |
| Accrued investment income and other | 44 | 39 |
| | **93,269** | **98,226** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 156 | 167 |
| Redemptions payable | 96 | 287 |
| Accrued expenses | 14 | 15 |
| | **266** | **469** |
| **Net assets attributable to holders of redeemable units** | **93,003** | **97,757** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 60,466 | 67,493 |
| Series F | 10,173 | 7,278 |
| Series G | 20,342 | 20,993 |
| Series I | 823 | 907 |
| Series O | 7 | 7 |
| Series T | 1,192 | 1,079 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 8.93 | 9.46 |
| Series F | 9.80 | 10.31 |
| Series G | 8.98 | 9.50 |
| Series I | 8.32 | 8.71 |
| Series O | 14.29 | 14.96 |
| Series T | 8.68 | 9.43 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,079 | 420 |
| Interest for distribution purposes | 320 | 174 |
| Net realized gain (loss) on non-derivative financial assets | – | (3,091) |
| Net realized gain (loss) on futures contracts | 154 | (181) |
| Change in unrealized gain (loss) on non-derivative financial assets | (6,383) | 658 |
| Change in unrealized gain (loss) on futures contracts | 25 | (34) |
| Net gain (loss) on investments | **(4,805)** | **(2,054)** |
| Securities lending | 2 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 2 | 7 |
| Total income (loss), net | **(4,801)** | **(2,047)** |
| **EXPENSES** | | |
| Management fees (note 5) | 952 | 742 |
| Fixed administration fees (note 6) | 85 | 66 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 2 |
| Harmonized Sales Tax/Goods and Services Tax | 98 | 77 |
| Total expenses | **1,136** | **888** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,136** | **888** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(5,937)** | **(2,935)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (3,935) | (2,115) |
| Series F | (619) | (140) |
| Series G | (1,222) | (625) |
| Series I | (53) | (14) |
| Series O | – | –** |
| Series T | (108) | (41) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (0.54) | (0.29) |
| Series F | (0.64) | (0.21) |
| Series G | (0.54) | (0.26) |
| Series I | (0.45) | (0.14) |
| Series O | – | (0.26) |
| Series T | (0.68) | (0.33) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 7,292,510 | 7,359,702 |
| Series F | 974,098 | 659,815 |
| Series G | 2,280,521 | 2,330,383 |
| Series I | 117,105 | 98,578 |
| Series O | 457 | 457 |
| Series T | 159,269 | 121,163 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Diversified Real Asset Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 67,493 | 62,572 |
| Series F | 7,278 | 5,621 |
| Series G | 20,993 | 18,909 |
| Series I | 907 | 714 |
| Series O | 7 | 5 |
| Series T | 1,079 | 1,289 |
| | **97,757** | **89,110** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (3,935) | (2,115) |
| Series F | (619) | (140) |
| Series G | (1,222) | (625) |
| Series I | (53) | (14) |
| Series T | (108) | (41) |
| | **(5,937)** | **(2,935)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From return of capital | | |
| Series T | (37) | (28) |
| | **(37)** | **(28)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 11,751 | 764 |
| Series F | 5,891 | 928 |
| Series G | 2,539 | 491 |
| Series I | 544 | – |
| Series T | 921 | – |
| Reinvested distributions | | |
| Series T | 25 | 21 |
| Payments on redemption | | |
| Series A | (14,843) | (10,859) |
| Series F | (2,377) | (1,602) |
| Series G | (1,968) | (2,098) |
| Series I | (575) | (69) |
| Series T | (688) | (389) |
| | **1,220** | **(12,813)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (7,027) | (12,210) |
| Series F | 2,895 | (814) |
| Series G | (651) | (2,232) |
| Series I | (84) | (83) |
| Series T | 113 | (437) |
| | **(4,754)** | **(15,776)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 60,466 | 50,362 |
| Series F | 10,173 | 4,807 |
| Series G | 20,342 | 16,677 |
| Series I | 823 | 631 |
| Series O | 7 | 5 |
| Series T | 1,192 | 852 |
| | **93,003** | **73,334** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (5,937) | (2,935) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | – | 3,091 |
| Unrealized foreign currency translation (gain) loss | (2) | (7) |
| Change in unrealized (gain) loss on non-derivative financial assets | 6,383 | (658) |
| Change in unrealized (gain) loss on futures contracts | (25) | 34 |
| Other non-cash transactions | (988) | (262) |
| Purchases of portfolio investments | (14,494) | (204) |
| Proceeds from sale of portfolio investments | 9,494 | 19,797 |
| Margin deposited on derivatives | (394) | 116 |
| Accrued investment income and other | (5) | (1) |
| Accrued expenses and other payables | (12) | (3) |
| **Net cash provided by (used in) operating activities** | **(5,980)** | **18,968** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 19,652 | 1,204 |
| Amounts paid on redemption of redeemable units | (18,371) | (14,176) |
| Distributions to unitholders of redeemable units | (12) | (7) |
| **Net cash provided by (used in) financing activities** | **1,269** | **(12,979)** |
| Unrealized foreign currency translation gain (loss) | 2 | 7 |
| Net increase (decrease) in cash | (4,709) | 5,996 |
| Cash (bank overdraft), beginning of period | 4,794 | 143 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **85** | **6,139** |
| Interest paid[1] | – | 2 |
| Interest received[1] | 297 | 173 |
| Dividends received, net of withholding taxes[1] | 91 | 158 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Diversified Real Asset Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (17.5%)** | | | |
| **Canadian Bonds and Debentures (17.5%)** | | | |
| **Federal (14.6%)** | | | |
| Government of Canada, 4.25% Dec. 01 21, Real Return Bond | 5,275 | 10,337 | 9,954 |
| Government of Canada, 4.25% Dec. 01 26, Real Return Bond | 300 | 657 | 616 |
| Government of Canada, 4.00% Dec. 01 31, Real Return Bond | 1,400 | 3,315 | 3,018 |
| | | **14,309** | **13,588** |
| **Provincial (2.9%)** | | | |
| Province of Quebec, 4.50% Dec. 01 26, Series "OP", Real Return Bond | 1,430 | **2,708** | **2,725** |
| **INVESTMENTS IN UNDERLYING FUNDS (74.5%)** | | | |
| Dynamic Global Infrastructure Fund, Series "O" | 861,309 | 9,508 | 15,452 |
| Dynamic Global Real Estate Fund, Series "O" | 1,162,035 | 7,900 | 11,667 |
| Dynamic Precious Metals Fund, Series "O" | 1,139,261 | 16,689 | 16,348 |
| Dynamic Resource Fund, Series "O" | 1,633,578 | 17,006 | 13,689 |
| Dynamic Strategic Energy Class, Series "O" | 1,055,804 | 10,878 | 12,141 |
| | | **61,981** | **69,297** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.0%)** | | **78,998** | **85,610** |
| **TRANSACTION COSTS (0.0%)** | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.0%)** | | **78,998** | **85,610** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **25** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (7.6%)** | | | |
| Canadian | | 16 | 16 |
| Foreign | | 58 | 69 |
| **Money Market Instruments** | | | |
| Government of Canada T-Bill, 0.00%, Feb. 23 17 | 7,000 | 6,995 | 6,995 |
| | | **7,069** | **7,080** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | **288** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **93,003** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

### *Unrealized Gain (Loss) on Futures Contracts*

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (17) | CAD | 138.9275 | 22-Mar-17 | (2,363) | (2,338) | 25 |
| | | | | | **(2,363)** | **(2,338)** | **25** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Diversified Real Asset Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital appreciation through investment primarily in securities which are expected to provide a hedge against inflation.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 7,020 | 16,489 |
| 1-3 years | – | – |
| 3-5 years | 9,954 | – |
| 5-10 years | 3,341 | 1,753 |
| > 10 years | 3,018 | 6,595 |
| | **23,333** | **24,837** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $244,000 or approximately 0.3% (June 30, 2016 – $174,000 or approximately 0.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 69 | – | 69 | 0.1 |
| | **69** | **–** | **69** | **0.1** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 67 | – | 67 | 0.1 |
| | **67** | **–** | **67** | **0.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $7,000 or approximately 0.0% (June 30, 2016 – $7,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 74.5% (June 30, 2016 – 69.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $6,930,000 (June 30, 2016 – $6,816,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 30.0 | 7.5 | 66.4 | 16.8 |
| AAA | 58.3 | 14.6 | 22.3 | 5.7 |
| A | 11.7 | 2.9 | 11.3 | 2.9 |
| | **100.0** | **25.0** | **100.0** | **25.4** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Diversified Real Asset Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **17.5** | **8.6** |
| **Canadian Bonds and Debentures** | | |
| Federal | 14.6 | 5.7 |
| Provincial | 2.9 | 2.9 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **74.5** | **69.7** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **7.6** | **21.8** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 16,313 | – | 16,313 |
| Underlying funds | 69,297 | – | – | 69,297 |
| Money market instruments | – | 6,995 | – | 6,995 |
| Unrealized gain on futures contracts | 25 | – | – | 25 |
| | **69,322** | **23,308** | **–** | **92,630** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 8,348 | – | 8,348 |
| Underlying funds | 68,163 | – | – | 68,163 |
| Money market instruments | – | 16,489 | – | 16,489 |
| | **68,163** | **24,837** | **–** | **93,000** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Global Infrastructure Fund, Series "O" | 15,452 | 1.7 |
| Dynamic Global Real Estate Fund, Series "O" | 11,667 | 5.9 |
| Dynamic Precious Metals Fund, Series "O" | 16,348 | 4.8 |
| Dynamic Resource Fund, Series "O" | 13,689 | 9.8 |
| Dynamic Strategic Energy Class, Series "O" | 12,141 | 27.5 |
| | **69,297** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Global Infrastructure Fund, Series "O" | 14,576 | 2.1 |
| Dynamic Global Real Estate Fund, Series "O" | 11,770 | 5.4 |
| Dynamic Precious Metals Fund, Series "O" | 18,622 | 4.0 |
| Dynamic Resource Fund, Series "O" | 14,768 | 8.8 |
| Dynamic Strategic Energy Class, Series "O" | 8,427 | 23.1 |
| | 68,163 | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dollar-Cost Averaging Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 54,501 | 93,154 |
| Cash | 61 | 531 |
| Subscriptions receivable | 711 | 1,311 |
| Accrued investment income and other | 221 | 556 |
| | **55,494** | **95,552** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 42 | 77 |
| Redemptions payable | 2,557 | 340 |
| Accrued expenses | 9 | 14 |
| | **2,608** | **431** |
| **Net assets attributable to holders of redeemable units** | **52,886** | **95,121** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 38,360 | 70,901 |
| Series F | 14,526 | 24,220 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 9.44 | 9.44 |
| Series F | 9.96 | 9.96 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 327 | 230 |
| Net realized gain (loss) on non-derivative financial assets | (3) | 1 |
| Total income (loss), net | **324** | **231** |
| **EXPENSES** | | |
| Management fees (note 5) | 296 | 283 |
| Fixed administration fees (note 6) | 53 | 50 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 40 | 39 |
| Total expenses | **390** | **373** |
| Expenses absorbed by the Manager | (92) | (147) |
| Net expenses | **298** | **226** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **26** | **5** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 4 | 2 |
| Series F | 22 | 3 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | –** | –** |
| Series F | 0.01 | 0.01 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 5,631,029 | 5,378,962 |
| Series F | 1,882,180 | 984,106 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 70,901 | 43,716 |
| Series F | 24,220 | 6,444 |
| | **95,121** | **50,160** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 4 | 2 |
| Series F | 22 | 3 |
| | **26** | **5** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series F | (21) | (2) |
| | **(21)** | **(2)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 38,358 | 61,318 |
| Series F | 17,988 | 13,689 |
| Reinvested distributions | | |
| Series F | 21 | 2 |
| Payments on redemption | | |
| Series A | (70,903) | (50,787) |
| Series F | (27,704) | (9,705) |
| | **(42,240)** | **14,517** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (32,541) | 10,533 |
| Series F | (9,694) | 3,987 |
| | **(42,235)** | **14,520** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 38,360 | 54,249 |
| Series F | 14,526 | 10,431 |
| | **52,886** | **64,680** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 26 | 5 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 3 | (1) |
| Purchases of portfolio investments | (129,624) | (127,831) |
| Proceeds from sale of portfolio investments | 168,274 | 112,984 |
| Accrued investment income and other | 335 | (26) |
| Accrued expenses and other payables | (40) | 13 |
| **Net cash provided by (used in) operating activities** | **38,974** | **(14,856)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 56,946 | 76,350 |
| Amounts paid on redemption of redeemable units | (96,390) | (60,385) |
| **Net cash provided by (used in) financing activities** | **(39,444)** | **15,965** |
| Net increase (decrease) in cash | (470) | 1,109 |
| Cash (bank overdraft), beginning of period | 531 | (660) |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **61** | **449** |
| Interest received[1] | 411 | 114 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dollar-Cost Averaging Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s) | Average Cost and Carrying Value ($000s) |
|---|---|---|
| **BONDS AND DEBENTURES (45.4%)** | | |
| **Short Term Bonds (45.4%)** | | |
| Bank of Montreal, 1.168% Apr. 10 17 | 2,500 | 2,500 |
| Bank of Nova Scotia (The), 1.506% Apr. 20 18 | 2,500 | 2,506 |
| Canadian Imperial Bank of Commerce, 1.554% Feb. 08 18 | 2,500 | 2,500 |
| Genesis Trust II, 2.295% Feb. 15 17, Series 2013-1, Class "A" | 2,575 | 2,579 |
| HSBC Bank of Canada, 1.25% Apr. 28 17 | 1,100 | 1,100 |
| HSBC Bank of Canada, 2.901% Jan. 13 17 | 400 | 400 |
| International Business Machines Corporation, 2.20% Feb. 10 17 | 1,420 | 1,421 |
| Manulife Bank of Canada, 1.29% Mar. 27 17 | 365 | 365 |
| Manulife Bank of Canada, 1.497% Jun. 01 18 | 1,000 | 1,000 |
| Master Credit Card Trust, 2.626% Jan. 21 17, Class "A", Series 2012-1 | 1,000 | 1,001 |
| National Bank of Canada, 2.689% Aug. 21 17 | 2,700 | 2,727 |
| Royal Bank of Canada, 1.044% Aug. 04 17 | 1,500 | 1,500 |
| Royal Bank of Canada, 3.66% Jan. 25 17 | 500 | 512 |
| Toronto-Dominion Bank (The), 1.49% Mar. 28 18 | 1,900 | 1,900 |
| Toyota Credit Canada Inc., 2.45% Feb. 27 17 | 1,300 | 1,303 |
| Wells Fargo Canada Corporation, 2.774% Feb. 09 17 | 700 | 701 |
| | | **24,015** |
| **MONEY MARKET INSTRUMENTS (57.6%)** | | |
| **Commercial Paper (1.3%)** | | |
| Royal Bank of Canada, 0.00% Aug. 18 17 | 500 | 497 |
| Toyota Credit Canada Inc., 0.00% May 16 17 | 200 | 199 |
| | | **696** |
| **Promissory Notes (38.2%)** | | |
| Province of Alberta, 0.00% Feb. 07 17 | 2,200 | 2,199 |
| Province of Alberta, 0.00% Jan. 17 17 | 2,600 | 2,599 |
| Province of Alberta, 0.00% Mar. 14 17 | 1,600 | 1,598 |
| Province of Alberta, 0.00%, Jan. 24 17 | 1,000 | 1,000 |
| Province of New Brunswick, 0.00% Mar. 07 17 | 3,000 | 2,997 |
| Province of Nova Scotia, 0.00% Jan. 09 17 | 1,240 | 1,240 |
| Province of Nova Scotia, 0.00% Mar. 21 17 | 3,300 | 3,296 |
| Province of Saskatchewan, 0.00% Feb. 07 17 | 3,200 | 3,198 |
| Province of Saskatchewan, 0.00% Feb. 21 17 | 1,300 | 1,299 |
| Province of Saskatchewan, 0.00% Mar. 07 17 | 800 | 799 |
| | | **20,225** |
| **Provincial Bonds (18.1%)** | | |
| Hydro-Québec Interest Strip, 0.00% Apr. 15 17 | 550 | 549 |
| Province of Manitoba, 0.00% Mar. 05 17 | 3,000 | 2,996 |
| Province of Ontario Interest Strip, 0.00% Dec. 02 17 | 3,500 | 3,474 |
| Province of Ontario Interest Strip, 0.00% Jun. 02 17 | 850 | 848 |
| Province of Quebec, Canada Interest Strip, 0.00% Mar. 21 17 | 1,700 | 1,698 |
| | | **9,565** |
| **CARRYING VALUE OF INVESTMENTS (103.0%)** | | **54,501** |
| **CASH (0.1%)** | | |
| Canadian | | 61 |
| Foreign | | – |
| | | **61** |
| **OTHER NET ASSETS (LIABILITIES) (–3.1%)** | | **(1,676)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | **52,886** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dollar-Cost Averaging Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide a reliable income level consistent with capital preservation by investing primarily in fixed income securities issued or guaranteed by the federal or provincial governments in Canada (or an agency thereof) with a maturity of not more than three years, pending the automatic switch of equal amounts into eligible Dynamic Funds pre-selected by the investor over the year.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 46,595 | 84,243 |
| 1-3 years | 7,906 | 8,911 |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **54,501** | **93,154** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $86,000 or approximately 0.2% (June 30, 2016 – $180,000 or approximately 0.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund did not have significant currency risk exposure as at December 31, 2016 or June 30, 2016.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the money market instruments, excluding cash, held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total money market instruments (%) | Percentage of net assets (%) | Percentage of total money market instruments (%) | Percentage of net assets (%) |
| A-1+ | 28.3 | 27.4 | 13.5 | 13.2 |
| A-1 | 8.3 | 8.0 | 23.0 | 22.6 |
| A-2 | – | – | 25.1 | 24.5 |
| AAA | 7.0 | 6.8 | 5.8 | 5.7 |
| AA | 42.1 | 40.8 | 18.9 | 18.5 |
| A | 14.3 | 13.8 | 13.7 | 13.4 |
| | **100.0** | **103.0** | **100.0** | **97.9** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **45.4** | **34.4** |
| Short-Term Bonds | 45.4 | 34.4 |
| **MONEY MARKET INSTRUMENTS** | **57.6** | **63.5** |
| Bankers' Acceptances | – | 4.8 |
| Bearers' Deposit Notes | – | 0.5 |
| Commercial Paper | 1.3 | 9.4 |
| Promissory Notes | 38.2 | 12.2 |
| Provincial Bonds | 18.1 | – |
| Treasury Bills | – | 36.6 |
| **CASH** | **0.1** | **0.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 24,015 | – | 24,015 |
| Money market instruments | – | 30,486 | – | 30,486 |
| | **–** | **54,501** | **–** | **54,501** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 32,727 | – | 32,727 |
| Money market instruments | – | 60,427 | – | 60,427 |
| | **–** | **93,154** | **–** | **93,154** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Energy Income Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 263,406 | 249,882 |
| Unrealized gain on currency forward contracts | 102 | 3 |
| Unrealized gain on swap contracts | 3,011 | 364 |
| Cash | 79,950 | 70,449 |
| Receivable for securities sold | – | 4,713 |
| Subscriptions receivable | 400 | 527 |
| Accrued investment income and other | 1,303 | 1,118 |
| | **348,172** | **327,056** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 511 | 482 |
| Redemptions payable | 145 | 387 |
| Accrued expenses | 88 | 49 |
| Unrealized loss on currency forward contracts | 256 | 594 |
| | **1,000** | **1,512** |
| **Net assets attributable to holders of redeemable units** | **347,172** | **325,544** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 218,001 | 207,141 |
| Series F | 26,399 | 75,341 |
| Series FI | 57,595 | 1,646 |
| Series FT | 75 | 6 |
| Series G | 34,357 | 32,780 |
| Series I | 1,295 | 885 |
| Series IP | 510 | 537 |
| Series O | 456 | 477 |
| Series T | 8,484 | 6,731 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 3.83 | 3.60 |
| Series F | 3.60 | 3.38 |
| Series FI | 6.35 | 5.96 |
| Series FT | 12.49 | 11.75 |
| Series G | 3.87 | 3.63 |
| Series I | 3.03 | 2.85 |
| Series IP | 5.31 | 4.98 |
| Series O | 2.83 | 2.65 |
| Series T | 5.53 | 5.25 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 6,198 | 8,705 |
| Interest for distribution purposes | 173 | 279 |
| Net realized gain (loss) on non-derivative financial assets | (2,434) | (94,119) |
| Net realized gain (loss) on currency forward contracts | (1,443) | – |
| Net realized gain (loss) on swap contracts | (2,564) | (24,309) |
| Change in unrealized gain (loss) on non-derivative financial assets | 30,411 | (2,028) |
| Change in unrealized gain (loss) on options contracts | – | 15 |
| Change in unrealized gain (loss) on currency forward contracts | 437 | (35) |
| Change in unrealized gain (loss) on swap contracts | 2,647 | (1,191) |
| Net gain (loss) on investments | **33,425** | **(112,683)** |
| Securities lending | 31 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 239 | 845 |
| Total income (loss), net | **33,695** | **(111,838)** |
| **EXPENSES** | | |
| Management fees (note 5) | 2,656 | 2,646 |
| Fixed administration fees (note 6) | 246 | 262 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 88 | 140 |
| Other fund costs | 3 | – |
| Harmonized Sales Tax/Goods and Services Tax | 320 | 328 |
| Transaction costs | 88 | 794 |
| Total expenses | **3,402** | **4,171** |
| Expenses absorbed by the Manager | (1) | – |
| Net expenses | **3,401** | **4,171** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **30,294** | **(116,009)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 18,816 | (73,575) |
| Series F | 2,177 | (24,828) |
| Series FI | 5,435 | (261) |
| Series FT | 4 | n/a |
| Series G | 2,985 | (9,983) |
| Series I | 103 | (219) |
| Series IP | 47 | (164) |
| Series O | 45 | (4,673) |
| Series T | 682 | (2,306) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.33 | (1.30) |
| Series F | 0.22 | (1.20) |
| Series FI | 0.74 | (2.06) |
| Series FT | 1.42 | n/a |
| Series G | 0.33 | (1.31) |
| Series I | 0.30 | (1.03) |
| Series IP | 0.47 | (1.76) |
| Series O | 0.27 | (2.34) |
| Series T | 0.50 | (2.00) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 57,379,798 | 56,469,093 |
| Series F | 10,070,169 | 20,648,419 |
| Series FI | 7,339,367 | 126,736 |
| Series FT | 2,812 | n/a |
| Series G | 9,001,084 | 7,612,346 |
| Series I | 343,359 | 212,515 |
| Series IP | 99,614 | 93,283 |
| Series O | 164,728 | 1,995,606 |
| Series T | 1,362,575 | 1,152,367 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Energy Income Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 207,141 | 275,227 |
| Series F | 75,341 | 93,180 |
| Series FI | 1,646 | 973 |
| Series FT | 6 | n/a |
| Series G | 32,780 | 35,951 |
| Series I | 885 | 724 |
| Series IP | 537 | 559 |
| Series O | 477 | 28,352 |
| Series T | 6,731 | 8,966 |
| | **325,544** | **443,932** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 18,816 | (73,575) |
| Series F | 2,177 | (24,828) |
| Series FI | 5,435 | (261) |
| Series FT | 4 | n/a |
| Series G | 2,985 | (9,983) |
| Series I | 103 | (219) |
| Series IP | 47 | (164) |
| Series O | 45 | (4,673) |
| Series T | 682 | (2,306) |
| | **30,294** | **(116,009)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From return of capital | | |
| Series A | (5,580) | (12,091) |
| Series F | (1,047) | (4,733) |
| Series FI | (1,455) | (53) |
| Series FT | (1) | n/a |
| Series G | (896) | (1,669) |
| Series I | (37) | (47) |
| Series IP | (18) | (36) |
| Series O | (16) | (363) |
| Series T | (266) | (352) |
| | **(9,316)** | **(19,344)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 11,720 | 16,000 |
| Series F | 4,413 | 4,446 |
| Series FI | 52,675 | 337 |
| Series FT | 69 | n/a |
| Series G | 1,998 | 3,654 |
| Series I | 357 | 210 |
| Series IP | 80 | 122 |
| Series O | – | 5,906 |
| Series T | 1,769 | 514 |
| Reinvested distributions | | |
| Series A | 3,101 | 6,017 |
| Series F | 342 | 638 |
| Series FI | 79 | 29 |
| Series G | 668 | 1,331 |
| Series I | 28 | 41 |
| Series IP | 10 | 32 |
| Series O | 16 | 363 |
| Series T | 39 | 42 |
| Payments on redemption | | |
| Series A | (17,197) | (24,108) |
| Series F | (54,827) | (3,880) |
| Series FI | (785) | (233) |
| Series FT | (3) | n/a |
| Series G | (3,178) | (3,246) |
| Series I | (41) | (100) |
| Series IP | (146) | (3) |
| Series O | (66) | (29,020) |
| Series T | (471) | (1,807) |
| | **650** | **(22,715)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 10,860 | (87,757) |
| Series F | (48,942) | (28,357) |
| Series FI | 55,949 | (181) |
| Series FT | 737 | n/a |
| Series G | 937 | (9,913) |
| Series I | 392 | (115) |
| Series IP | (21) | (49) |
| Series O | 2 | (27,787) |
| Series T | 1,714 | (3,909) |
| | **21,628** | **(158,068)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 218,001 | 187,470 |
| Series F | 26,399 | 64,823 |
| Series FI | 57,595 | 792 |
| Series FT | 75 | n/a |
| Series G | 34,357 | 26,038 |
| Series I | 1,295 | 609 |
| Series IP | 510 | 510 |
| Series O | 456 | 565 |
| Series T | 8,484 | 5,057 |
| | **347,172** | **285,864** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 30,294 | (116,009) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 2,434 | 94,119 |
| Unrealized foreign currency translation (gain) loss | (11) | (644) |
| Change in unrealized (gain) loss on non-derivative financial assets | (30,411) | 2,028 |
| Change in unrealized (gain) loss on options contracts | – | (15) |
| Change in unrealized (gain) loss on currency forward contracts | (437) | 35 |
| Change in unrealized (gain) loss on swap contracts | (2,647) | 1,191 |
| Purchases of portfolio investments | (15,597) | (106,571) |
| Proceeds from sale of portfolio investments | 34,763 | 133,466 |
| Margin deposited on derivatives | – | (570) |
| Accrued investment income and other | (185) | 527 |
| Accrued expenses and other payables | 68 | (192) |
| **Net cash provided by (used in) operating activities** | **18,271** | **7,365** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 17,401 | 28,730 |
| Amounts paid on redemption of redeemable units | (21,149) | (59,606) |
| Distributions to unitholders of redeemable units | (5,033) | (10,851) |
| **Net cash provided by (used in) financing activities** | **(8,781)** | **(41,727)** |
| Unrealized foreign currency translation gain (loss) | 11 | 644 |
| Net increase (decrease) in cash | 9,501 | (33,718) |
| Cash (bank overdraft), beginning of period | 70,449 | 151,277 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **79,950** | **117,559** |
| Interest received[1] | 169 | 323 |
| Dividends received, net of withholding taxes[1] | 5,935 | 9,033 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Energy Income Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (75.8%)** | | | |
| **Canada (52.9%)** | | | |
| ARC Resources Ltd. | 394,588 | 7,189 | 9,119 |
| Canadian Natural Resources Limited | 384,200 | 12,847 | 16,440 |
| Enbridge Inc. | 119,100 | 6,508 | 6,729 |
| Enbridge Income Fund Holdings Inc. | 354,852 | 10,870 | 12,338 |
| Enerplus Corporation | 978,900 | 7,766 | 12,471 |
| Freehold Royalties Ltd. | 700,000 | 8,085 | 9,919 |
| Gibson Energy Inc. | 705,834 | 12,908 | 13,397 |
| Inter Pipeline Ltd. | 350,100 | 7,768 | 10,377 |
| Pembina Pipeline Corporation | 247,056 | 7,717 | 10,366 |
| PrairieSky Royalty Ltd. | 186,502 | 4,530 | 5,957 |
| Steel Reef Infrastructure Corp., Restricted* | 5,172,002 | 7,595 | 10,603 |
| Suncor Energy Inc. | 423,438 | 15,443 | 18,589 |
| TORC Oil & Gas Ltd. | 1,572,777 | 9,172 | 13,007 |
| TransCanada Corporation | 313,571 | 14,762 | 18,984 |
| Vermilion Energy Inc. | 79,135 | 3,141 | 4,470 |
| Whitecap Resources Inc. | 890,100 | 7,556 | 10,824 |
| | | **143,857** | **183,590** |
| **France (4.7%)** | | | |
| Total SA | 238,657 | **14,417** | **16,400** |
| **United Kingdom (5.3%)** | | | |
| Royal Dutch Shell PLC, Sponsored ADR, "A" Shares | 4,445 | 293 | 325 |
| Royal Dutch Shell PLC, Sponsored ADR, "B" Shares | 234,100 | 15,155 | 18,221 |
| | | **15,448** | **18,546** |
| **United States (12.9%)** | | | |
| Anadarko Petroleum Corporation | 49,600 | 3,869 | 4,644 |
| ConocoPhillips | 53,000 | 3,476 | 3,568 |
| Devon Energy Corporation | 259,400 | 7,687 | 15,907 |
| Halliburton Company | 94,100 | 5,728 | 6,834 |
| Occidental Petroleum Corporation | 32,500 | 3,032 | 3,108 |
| Schlumberger Limited | 95,900 | 9,579 | 10,809 |
| | | **33,371** | **44,870** |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (75.8%)** | | **207,093** | **263,406** |
| **TRANSACTION COSTS (0.0%)** | | **(30)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (75.8%)** | | **207,063** | **263,406** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.8%)** | | **–** | **2,857** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (23.0%)** | | | |
| Canadian | | 74,572 | 74,572 |
| Foreign | | 5,363 | 5,378 |
| | | **79,935** | **79,950** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | **959** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **347,172** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD | 14,708 | (USD) | (10,920) | 0.742 | 0.745 | 50 |
| Goldman Sachs International | A-1 | 19-Jan-17 | CAD | 17,268 | (USD) | (12,825) | 0.743 | 0.745 | 52 |
| | | | | | | | | | **102** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD | 3,720 | (EUR) | (2,664) | 0.716 | 0.705 | (61) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD | 6,813 | (EUR) | (4,864) | 0.714 | 0.705 | (90) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD | 13,230 | (CAD) | (17,865) | 1.350 | 1.342 | (105) |
| | | | | | | | | | **(256)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Energy Income Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|
| **Black Stone Minerals, LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 140,724 | 10-May-17 | USD | 3,523,920 | 1.085 | 25 |
| 74,276 | 11-May-17 | USD | 1,859,972 | 1.085 | 13 |
| 15,371 | 16-Jun-17 | USD | 384,911 | 1.085 | 3 |
| 15,401 | 19-Jun-17 | USD | 385,662 | 1.085 | 3 |
| 15,854 | 20-Jun-17 | USD | 397,006 | 1.085 | 3 |
| 16,482 | 21-Jun-17 | USD | 412,732 | 1.085 | 3 |
| 32,100 | 22-Jun-17 | USD | 803,828 | 1.085 | 6 |
| 67,085 | 23-Jun-17 | USD | 1,679,899 | 1.085 | 12 |
| 33,007 | 26-Jun-17 | USD | 826,540 | 1.085 | 6 |
| 11,700 | 27-Jun-17 | USD | 292,984 | 1.085 | 2 |
| 17,100 | 29-Aug-17 | USD | 428,207 | 1.085 | 3 |
| 2,900 | 30-Aug-17 | USD | 72,620 | 1.085 | 1 |
| 6,742 | 8-Sep-17 | USD | 168,829 | 1.085 | 1 |
| 9,467 | 12-Sep-17 | USD | 237,067 | 1.085 | 2 |
| 10,515 | 13-Sep-17 | USD | 263,310 | 1.085 | 2 |
| 13,376 | 14-Sep-17 | USD | 334,953 | 1.085 | 2 |
| 14,787 | 26-Oct-17 | USD | 370,287 | 1.085 | 3 |
| 11,924 | 27-Oct-17 | USD | 298,593 | 1.085 | 2 |
| 29,000 | 30-Oct-17 | USD | 726,199 | 1.085 | 5 |
| 23,489 | 31-Oct-17 | USD | 588,196 | 1.085 | 4 |
| 18,205 | 1-Dec-17 | USD | 450,330 | 1.074 | 9 |
| 28,400 | 4-Dec-17 | USD | 711,174 | 1.085 | 5 |
| 29,000 | 5-Dec-17 | USD | 722,167 | 1.097 | 4 |
| 8,395 | 6-Dec-17 | USD | 211,775 | 1.102 | (2) |
| **EnLink Midstream Partners, LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 132,000 | 7-Sep-17 | USD | 3,105,182 | 1.085 | 160 |
| 137,400 | 8-Sep-17 | USD | 3,232,212 | 1.085 | 166 |
| 9,200 | 11-Sep-17 | USD | 216,422 | 1.085 | 11 |
| **Enterprise Products Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 18,000 | 20-Jan-17 | USD | 626,692 | 1.085 | 27 |
| 210,700 | 28-Sep-17 | USD | 7,335,776 | 1.085 | 313 |
| 92,000 | 19-Oct-17 | USD | 3,203,091 | 1.085 | 137 |
| 39,200 | 1-Dec-17 | USD | 1,334,158 | 1.074 | 90 |
| 800 | 14-Dec-17 | USD | 26,953 | 1.154 | 2 |
| 1,400 | 13-Dec-17 | USD | 47,213 | 1.145 | 3 |
| 700 | 18-Dec-17 | USD | 23,289 | 1.186 | 2 |
| 7,400 | 20-Dec-17 | USD | 256,406 | 1.194 | 11 |
| 3,600 | 21-Dec-17 | USD | 125,878 | 1.499 | 5 |
| **Magellan Midstream Partners, LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 63,000 | 2-Feb-17 | USD | 5,857,864 | 1.085 | 539 |
| 30,000 | 26-Apr-17 | USD | 2,789,459 | 1.085 | 256 |
| **Shell Midstream Partners, L.P., Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 101,164 | 26-Apr-17 | USD | 3,672,984 | 1.189 | 269 |
| 48,836 | 27-Apr-17 | USD | 1,773,100 | 1.189 | 130 |
| 85,000 | 23-May-17 | USD | 3,086,114 | 1.189 | 226 |
| 15,000 | 24-May-17 | USD | 544,608 | 1.189 | 40 |
| **Western Gas Partners, LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 40,712 | 7-Sep-17 | USD | 2,998,824 | 1.189 | 207 |
| 59,288 | 8-Sep-17 | USD | 4,367,122 | 1.189 | 300 |
| | | | | | **3,011** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Energy Income Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve high income and long-term capital appreciation through investment primarily in equity securities of Canadian companies involved in energy-based or alternative energy activities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 71,855 | (14,114) | 57,741 | 16.6 |
| Euro | 16,674 | (10,684) | 5,990 | 1.7 |
| | **88,529** | **(24,798)** | **63,731** | **18.4** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 62,916 | (33,787) | 29,129 | 8.9 |
| Euro | 14,720 | (6,304) | 8,416 | 2.6 |
| | **77,636** | **(40,091)** | **37,545** | **11.5** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $6,373,000 or approximately 1.8% (June 30, 2016 – $3,755,000 or approximately 1.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 76.7% (June 30, 2016 – 76.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $26,642,000 (June 30, 2016 – $25,036,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **75.8** | **76.7** |
| Canada | 52.9 | 54.9 |
| France | 4.7 | 4.5 |
| United Kingdom | 5.3 | 5.3 |
| United States | 12.9 | 12.0 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **23.0** | **21.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 236,403 | 16,400 | 10,603 | 263,406 |
| Unrealized gain on currency forward contracts | – | 102 | – | 102 |
| Unrealized gain on swap contracts | – | 3,011 | – | 3,011 |
| | **236,403** | **19,513** | **10,603** | **266,519** |
| Unrealized loss on currency forward contracts | – | (256) | – | (256) |
| | **236,403** | **19,257** | **10,603** | **266,263** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 224,109 | 14,653 | 11,120 | 249,882 |
| Unrealized gain on currency forward contracts | – | 3 | – | 3 |
| Unrealized gain on swap contracts | – | 364 | – | 364 |
| | **224,109** | **15,020** | **11,120** | **250,249** |
| Unrealized loss on currency forward contracts | – | (594) | – | (594) |
| | **224,109** | **14,426** | **11,120** | **249,655** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Energy Income Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 11,120 | 8,534 |
| Purchases | – | – |
| Sales | – | – |
| Transfers into Level 3 | – | 161 |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | (161) | – |
| Net changes in unrealized gain (loss)* | (356) | 2,425 |
| **End of period** | **10,603** | **11,120** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(356,000) and $2,425,000, respectively.

During the period ended December 31, 2016, investments of approximately nil (June 30, 2016 – $161,000) were transferred from Level 1 to 3 as the fair value of these securities are now determined using internal valuation models that required the use of assumptions, of which one of the main ones was not observable in the market.

*Level 3 valuation techniques*

The tables below summarize the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The tables also illustrate the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | EBITDA multiple | 10,603 | – |
| | | | **10,603** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 11,120 | n/a |
| | | | **11,120** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 102 | (50) | – | 52 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 3,019 | (2) | – | 3,017 |
| | **3,121** | **(52)** | **–** | **3,069** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 256 | (50) | – | 206 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 2 | (2) | – | – |
| | **258** | **(52)** | **–** | **206** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3 | (1) | – | 2 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 364 | – | – | 364 |
| | **367** | **(1)** | **–** | **366** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 594 | (1) | – | 593 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **594** | **(1)** | **–** | **593** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Financial Services Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 88,010 | 73,463 |
| Unrealized gain on currency forward contracts | 56 | 19 |
| Cash | 4,539 | 2,037 |
| Margin deposited on derivatives | 200 | – |
| Receivable for securities sold | – | 2,136 |
| Subscriptions receivable | 319 | 24 |
| Accrued investment income and other | 217 | 137 |
| | **93,341** | **77,816** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 161 | 134 |
| Payable for interest and dividends on securities sold short | – | 11 |
| Payable for securities purchased | – | 1,819 |
| Redemptions payable | 48 | 151 |
| Accrued expenses | 19 | 15 |
| Unrealized loss on currency forward contracts | 89 | 199 |
| | **317** | **2,329** |
| **Net assets attributable to holders of redeemable units** | **93,024** | **75,487** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 67,003 | 55,891 |
| Series F | 6,696 | 4,533 |
| Series G | 13,647 | 10,801 |
| Series I | 1,288 | 1,121 |
| Series O | 10 | 9 |
| Series T | 4,380 | 3,132 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 19.33 | 17.02 |
| Series F | 10.25 | 8.97 |
| Series G | 19.39 | 17.07 |
| Series I | 8.17 | 7.18 |
| Series O | 16.63 | 14.59 |
| Series T | 6.42 | 5.70 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 937 | 953 |
| Interest for distribution purposes | 10 | 38 |
| Net realized gain (loss) on non-derivative financial assets | 5,872 | 4,508 |
| Net realized gain (loss) on non-derivative financial liabilities | – | (135) |
| Net realized gain (loss) on options contracts | 15 | – |
| Net realized gain (loss) on currency forward contracts | (1,101) | (2,784) |
| Net realized gain (loss) on futures contracts | (71) | (946) |
| Change in unrealized gain (loss) on non-derivative financial assets | 7,770 | (4,057) |
| Change in unrealized gain (loss) on currency forward contracts | 147 | 214 |
| Change in unrealized gain (loss) on futures contracts | – | (82) |
| Net gain (loss) on investments | **13,579** | **(2,291)** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | (24) | 7 |
| Total income (loss), net | **13,556** | **(2,284)** |
| **EXPENSES** | | |
| Management fees (note 5) | 773 | 792 |
| Fixed administration fees (note 6) | 84 | 86 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 26 | (10) |
| Harmonized Sales Tax/Goods and Services Tax | 99 | 94 |
| Transaction costs | 101 | 221 |
| Total expenses | **1,084** | **1,184** |
| Expenses absorbed by the Manager | (2) | – |
| Net expenses | **1,082** | **1,184** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **12,474** | **(3,468)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 9,077 | (2,615) |
| Series F | 877 | (139) |
| Series G | 1,777 | (546) |
| Series I | 206 | (40) |
| Series O | 1 | –** |
| Series T | 536 | (128) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 2.83 | (0.74) |
| Series F | 1.54 | (0.36) |
| Series G | 2.85 | (0.78) |
| Series I | 1.28 | (0.23) |
| Series O | 3.34 | (0.47) |
| Series T | 0.94 | (0.25) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 3,203,336 | 3,536,751 |
| Series F | 570,444 | 397,507 |
| Series G | 622,619 | 700,034 |
| Series I | 160,553 | 169,372 |
| Series O | 598 | 563 |
| Series T | 570,544 | 520,814 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Financial Services Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 55,891 | 66,494 |
| Series F | 4,533 | 4,850 |
| Series G | 10,801 | 11,706 |
| Series I | 1,121 | 1,256 |
| Series O | 9 | 9 |
| Series T | 3,132 | 3,306 |
| | **75,487** | **87,621** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 9,077 | (2,615) |
| Series F | 877 | (139) |
| Series G | 1,777 | (546) |
| Series I | 206 | (40) |
| Series O | 1 | – |
| Series T | 536 | (128) |
| | **12,474** | **(3,468)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | (1,775) | (425) |
| Series F | (172) | (48) |
| Series G | (361) | (96) |
| Series I | (49) | (24) |
| Series T | (78) | (24) |
| From return of capital | | |
| Series A | – | (529) |
| Series F | – | (26) |
| Series G | – | (107) |
| Series I | – | (12) |
| Series T | (54) | (108) |
| | **(2,489)** | **(1,399)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 8,617 | 2,159 |
| Series F | 1,901 | 430 |
| Series G | 1,886 | 1,581 |
| Series I | 159 | 37 |
| Series O | – | (1) |
| Series T | 934 | 233 |
| Reinvested distributions | | |
| Series A | 1,692 | 917 |
| Series F | 129 | 63 |
| Series G | 343 | 193 |
| Series I | 49 | 36 |
| Series T | 54 | 56 |
| Payments on redemption | | |
| Series A | (6,499) | (8,796) |
| Series F | (572) | (2,087) |
| Series G | (799) | (1,016) |
| Series I | (198) | (50) |
| Series T | (144) | (383) |
| | **7,552** | **(6,628)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 11,112 | (9,289) |
| Series F | 2,163 | (1,807) |
| Series G | 2,846 | 9 |
| Series I | 167 | (53) |
| Series O | 1 | (1) |
| Series T | 1,248 | (354) |
| | **17,537** | **(11,495)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 67,003 | 57,205 |
| Series F | 6,696 | 3,043 |
| Series G | 13,647 | 11,715 |
| Series I | 1,288 | 1,203 |
| Series O | 10 | 8 |
| Series T | 4,380 | 2,952 |
| | **93,024** | **76,126** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 12,474 | (3,468) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (5,872) | (4,508) |
| Net realized (gain) loss on non-derivative financial liabilities | – | 135 |
| Net realized (gain) loss on options contracts | (15) | – |
| Unrealized foreign currency translation (gain) loss | 20 | 75 |
| Change in unrealized (gain) loss on non-derivative financial assets | (7,770) | 4,057 |
| Change in unrealized (gain) loss on currency forward contracts | (147) | (214) |
| Change in unrealized (gain) loss on futures contracts | – | 82 |
| Purchases of portfolio investments | (72,849) | (130,628) |
| Proceeds from sale of portfolio investments | 72,276 | 153,732 |
| Payable for interest and dividends on securities sold short | (11) | – |
| Margin deposited on derivatives | (200) | (540) |
| Accrued investment income and other | (80) | (62) |
| Accrued expenses and other payables | 31 | (30) |
| **Net cash provided by (used in) operating activities** | **(2,143)** | **18,631** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 11,874 | 2,586 |
| Amounts paid on redemption of redeemable units | (6,987) | (10,400) |
| Distributions to unitholders of redeemable units | (222) | (134) |
| **Net cash provided by (used in) financing activities** | **4,665** | **(7,948)** |
| Unrealized foreign currency translation gain (loss) | (20) | (75) |
| Net increase (decrease) in cash | 2,502 | 10,608 |
| Cash (bank overdraft), beginning of period | 2,037 | 3,456 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **4,539** | **14,064** |
| Interest received[1] | 10 | 36 |
| Dividends paid[1] | 11 | – |
| Dividends received, net of withholding taxes[1] | 818 | 903 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Financial Services Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (94.6%)** | | | |
| **Canada (45.2%)** | | | |
| Bank of Montreal | 75,300 | 6,434 | 7,272 |
| Bank of Nova Scotia (The) | 103,000 | 6,067 | 7,700 |
| Canadian Imperial Bank of Commerce | 69,300 | 6,999 | 7,593 |
| National Bank of Canada | 84,000 | 4,046 | 4,581 |
| Royal Bank of Canada | 85,500 | 6,908 | 7,769 |
| Toronto-Dominion Bank (The) | 107,600 | 6,164 | 7,125 |
| | | **36,618** | **42,040** |
| **United Kingdom (1.0%)** | | | |
| Prudential PLC | 35,000 | **930** | **938** |
| **United States (48.4%)** | | | |
| Affiliated Managers Group, Inc. | 12,500 | 2,368 | 2,439 |
| Air Lease Corporation, Class "A" | 53,000 | 2,111 | 2,444 |
| Apollo Global Management, LLC, Class "A" | 32,600 | 700 | 849 |
| Ares Capital Corporation | 97,100 | 2,095 | 2,152 |
| Equifax Inc. | 48,200 | 7,504 | 7,652 |
| Fidelity National Information Services, Inc. | 61,600 | 5,236 | 6,256 |
| Global Payments Inc. | 57,300 | 5,411 | 5,340 |
| MasterCard Incorporated, Class "A" | 31,500 | 4,103 | 4,369 |
| TransUnion | 88,100 | 3,617 | 3,669 |
| Vantiv, Inc., Class "A" | 68,400 | 4,813 | 5,476 |
| Visa Inc., Class "A" | 41,800 | 4,212 | 4,386 |
| | | **42,170** | **45,032** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.6%)** | | **79,718** | **88,010** |
| **TRANSACTION COSTS (0.0%)** | | **(55)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.6%)** | | **79,663** | **88,010** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(33)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (4.9%)** | | | |
| Canadian | | 3,348 | 3,348 |
| Foreign | | 1,188 | 1,191 |
| | | **4,536** | **4,539** |
| **OTHER NET ASSETS (LIABILITIES) (0.5%)** | | | **508** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **93,024** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 13,480 | (USD) (10,000) | 0.742 | 0.745 | 56 |
| | | | | | | | **56** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 14,947 | (USD) (11,200) | 0.749 | 0.745 | (82) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 1,738 | (USD) (1,300) | 0.748 | 0.745 | (7) |
| | | | | | | | **(89)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Financial Services Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to maximize return over the long-term in a manner consistent with the preservation of capital through investments primarily in Canadian companies that are involved in the financial services and wealth management sectors.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 46,227 | (30,198) | 16,029 | 17.2 |
| Pound Sterling | 938 | – | 938 | 1.0 |
| | **47,165** | **(30,198)** | **16,967** | **18.2** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 41,856 | (31,081) | 10,775 | 14.3 |
| Euro | 18 | – | 18 | 0.0 |
| | **41,874** | **(31,081)** | **10,793** | **14.3** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,697,000 or approximately 1.8% (June 30, 2016 – $1,079,000 or approximately 1.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 94.6% (June 30, 2016 – 97.3%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $8,801,000 (June 30, 2016 – $7,346,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **94.6** | **97.3** |
| Canada | 45.2 | 43.4 |
| United Kingdom | 1.0 | – |
| United States | 48.4 | 53.9 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **4.9** | **2.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 87,072 | 938 | – | 88,010 |
| Unrealized gain on currency forward contracts | – | 56 | – | 56 |
| | **87,072** | **994** | **–** | **88,066** |
| Unrealized loss on currency forward contracts | – | (89) | – | (89) |
| | **87,072** | **905** | **–** | **87,977** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 73,463 | – | – | 73,463 |
| Unrealized gain on currency forward contracts | – | 19 | – | 19 |
| | **73,463** | **19** | **–** | **73,482** |
| Unrealized loss on currency forward contracts | – | (199) | – | (199) |
| | **73,463** | **(180)** | **–** | **73,283** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Financial Services Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 56 | (56) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **56** | **(56)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 89 | (56) | – | 33 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **89** | **(56)** | **–** | **33** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 19 | (4) | – | 15 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **19** | **(4)** | **–** | **15** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 199 | (4) | – | 195 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **199** | **(4)** | **–** | **195** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 19.32 | 19.33 | 17.02 | 17.02 |
| Series F | 10.25 | 10.25 | 8.97 | 8.97 |
| Series G | 19.38 | 19.39 | 17.07 | 17.07 |
| Series I | 8.17 | 8.17 | 7.18 | 7.18 |
| Series O | 16.63 | 16.63 | 14.59 | 14.59 |
| Series T | 6.42 | 6.42 | 5.70 | 5.70 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global All-Terrain Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 78,769 | 77,185 |
| Commodities | 8,046 | 7,578 |
| Unrealized gain on currency forward contracts | 80 | – |
| Unrealized gain on currency spot contracts | – | 1 |
| Cash | 336 | 1,722 |
| Receivable for securities sold | 1,002 | 14,327 |
| Subscriptions receivable | 56 | 519 |
| Accrued investment income and other | 115 | 63 |
| | **88,404** | **101,395** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 111 | 99 |
| Payable for securities purchased | – | 14,394 |
| Redemptions payable | 444 | 354 |
| Accrued expenses | 18 | 16 |
| Unrealized loss on currency forward contracts | 61 | 306 |
| | **634** | **15,169** |
| **Net assets attributable to holders of redeemable units** | **87,770** | **86,226** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 55,731 | 53,761 |
| Series F | 29,853 | 30,081 |
| Series I | 2,181 | 2,379 |
| Series O | 5 | 5 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 10.27 | 10.37 |
| Series F | 10.30 | 10.46 |
| Series I | 10.21 | 10.40 |
| Series O | 9.20 | 9.88 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 7.65 | 7.97 |
| Series F | 7.67 | 8.04 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 839 | 52 |
| Interest for distribution purposes | 599 | 86 |
| Net realized gain (loss) on non-derivative financial assets | 1,428 | (11) |
| Net realized gain (loss) on currency forward contracts | (1,854) | (77) |
| Change in unrealized gain (loss) on non-derivative financial assets | (134) | 617 |
| Change in unrealized gain (loss) on commodities | (915) | – |
| Change in unrealized gain (loss) on currency forward contracts | 325 | – |
| Change in unrealized gain (loss) on currency spot contracts | (1) | (2) |
| Net gain (loss) on investments | **287** | **665** |
| Net realized and unrealized foreign currency translation gain (loss) | 19 | 46 |
| Total income (loss), net | **306** | **711** |
| **EXPENSES** | | |
| Management fees (note 5) | 619 | 41 |
| Fixed administration fees (note 6) | 91 | 6 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 152 | 24 |
| Harmonized Sales Tax/Goods and Services Tax | 64 | 6 |
| Transaction costs | 28 | 3 |
| Total expenses | **955** | **81** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **955** | **80** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(649)** | **631** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (479) | 385 |
| Series F | (174) | 242 |
| Series I | 4 | 4 |
| Series O | –** | n/a |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT† | | |
| Series A | (0.09) | 0.62 |
| Series F | (0.06) | 0.69 |
| Series I | 0.02 | 0.40 |
| Series O | –** | n/a |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 5,432,519 | 615,774 |
| Series F | 3,088,996 | 347,123 |
| Series I | 228,577 | 10,000 |
| Series O | 533 | n/a |

**This yields a non-zero amount which rounds to zero.

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global All-Terrain Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 53,761 | – |
| Series F | 30,081 | – |
| Series I | 2,379 | – |
| Series O | 5 | n/a |
| | **86,226** | **–** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (479) | 385 |
| Series F | (174) | 242 |
| Series I | 4 | 4 |
| | **(649)** | **631** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (97) | (20) |
| Series F | (369) | (15) |
| Series I | (45) | (1) |
| | **(511)** | **(36)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 13,702 | 13,404 |
| Series F | 13,215 | 12,270 |
| Series I | 169 | 100 |
| Reinvested distributions | | |
| Series A | 94 | 20 |
| Series F | 317 | 15 |
| Series I | 33 | 1 |
| Payments on redemption | | |
| Series A | (11,250) | (239) |
| Series F | (13,217) | (57) |
| Series I | (359) | – |
| | **2,704** | **25,514** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 1,970 | 13,550 |
| Series F | (228) | 12,455 |
| Series I | (198) | 104 |
| | **1,544** | **26,109** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 55,731 | 13,550 |
| Series F | 29,853 | 12,455 |
| Series I | 2,181 | 104 |
| Series O | 5 | n/a |
| | **87,770** | **26,109** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (649) | 631 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,428) | 11 |
| Unrealized foreign currency translation (gain) loss | – | 32 |
| Change in unrealized (gain) loss on non-derivative financial assets | 134 | (617) |
| Change in unrealized (gain) loss on commodities | 915 | – |
| Change in unrealized (gain) loss on currency forward contracts | (325) | – |
| Change in unrealized (gain) loss on currency spot contracts | 1 | 2 |
| Purchases of portfolio investments | (148,712) | (26,390) |
| Proceeds from sale of portfolio investments | 145,970 | 1,899 |
| Accrued investment income and other | (52) | (25) |
| Accrued expenses and other payables | 14 | 31 |
| **Net cash provided by (used in) operating activities** | **(4,132)** | **(24,426)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 27,007 | 25,035 |
| Amounts paid on redemption of redeemable units | (24,194) | (154) |
| Distributions to unitholders of redeemable units | (67) | – |
| **Net cash provided by (used in) financing activities** | **2,746** | **24,881** |
| Unrealized foreign currency translation gain (loss) | – | (32) |
| Net increase (decrease) in cash | (1,386) | 423 |
| Cash (bank overdraft), beginning of period | 1,722 | – |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **336** | **423** |
| Interest received[1] | 598 | 86 |
| Dividends received, net of withholding taxes[1] | 618 | 52 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global All-Terrain Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (89.7%)** | | | |
| **United States (89.7%)** | | | |
| iShares 7-10 Year Treasury Bond ETF | 37,545 | 5,371 | 5,283 |
| iShares iBoxx High Yield Corporate Bond ETF | 187,006 | 21,249 | 21,732 |
| iShares, Inc., MSCI Emerging Markets Index Fund | 451,152 | 21,630 | 21,208 |
| SPDR S&P 500 ETF Trust | 72,667 | 20,482 | 21,812 |
| Vanguard REIT ETF | 78,833 | 8,528 | 8,734 |
| | | **77,260** | **78,769** |
| **COMMODITIES (9.2%)** | | | |
| Gold Bullion (Ounces) | 5,208 | **8,906** | **8,046** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.9%)** | | **86,166** | **86,815** |
| **TRANSACTION COSTS (0.0%)** | | **(9)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.9%)** | | **86,157** | **86,815** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **19** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.4%)** | | | |
| Canadian | | 399 | 399 |
| Foreign | | (63) | (63) |
| | | **336** | **336** |
| **OTHER NET ASSETS (LIABILITIES) (0.7%)** | | | **600** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **87,770** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 8,553 | (USD) (6,350) | 0.742 | 0.745 | 29 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 12,536 | (USD) (9,300) | 0.742 | 0.745 | 51 |
| | | | | | | | **80** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 2,936 | (USD) (2,200) | 0.749 | 0.745 | (16) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 8,207 | (USD) (6,150) | 0.749 | 0.745 | (45) |
| | | | | | | | **(61)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global All-Terrain Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the period indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital appreciation by allocating across a number of asset classes around the world through investments in ETFs, fixed income investments and cash and cash equivalents.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The table below indicates the currencies to which the Fund had significant exposure, net of the impact of currency forward contracts and currency spot contracts, as applicable, based on the monetary and non-monetary assets and liabilities of the Fund. The table also illustrates the potential impact on the Fund if the functional currency of the Fund had strengthened or weakened by 10% in relation to each of the other currencies, with all other variables held constant.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 87,868 | (32,214) | 55,654 | 63.4 |
| | **87,868** | **(32,214)** | **55,654** | **63.4** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 86,187 | (50,582) | 35,605 | 41.3 |
| | **86,187** | **(50,582)** | **35,605** | **41.3** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $5,565,000 or approximately 6.3% (June 30, 2016 – $3,561,000 or approximately 4.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.9% (June 30, 2016 – 98.3%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $8,682,000 (June 30, 2016 – $8,476,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **89.7** | **89.5** |
| United States | 89.7 | 89.5 |
| **COMMODITIES** | **9.2** | **8.8** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.4** | **(3.7)** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 78,769 | – | – | 78,769 |
| Commodities | 8,046 | – | – | 8,046 |
| Unrealized gain on currency forward contracts | – | 80 | – | 80 |
| | **86,815** | **80** | **–** | **86,895** |
| Unrealized loss on currency forward contracts | – | (61) | – | (61) |
| | **86,815** | **19** | **–** | **86,834** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 77,186 | – | – | 77,186 |
| Commodities | 7,577 | – | – | 7,577 |
| Unrealized gain on currency spot contracts | – | 1 | – | 1 |
| | **84,763** | **1** | **–** | **84,764** |
| Unrealized loss on currency forward contracts | – | (306) | – | (306) |
| | **84,763** | **(305)** | **–** | **84,458** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global All-Terrain Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the period indicated in note 1

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 80 | (45) | – | 35 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **80** | **(45)** | **–** | **35** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 61 | (45) | – | 16 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **61** | **(45)** | **–** | **16** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 306 | – | – | 306 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **306** | **–** | **–** | **306** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | **Carrying value of the Underlying Fund ($000s)** | **Ownership percentage in Underlying Fund (%)** |
| iShares 7-10 Year Treasury Bond ETF | 5,283 | 0.0 |
| iShares iBoxx $ High Yield Corporate Bond ETF | 21,732 | 0.1 |
| iShares MSCI Emerging Markets ETF | 21,208 | |
| SPDR S&P 500 ETF Trust | 21,812 | 15.2 |
| Vanguard REIT ETF | 8,734 | 0.0 |
| | **78,769** | |

| | June 30, 2016 | |
|---|---|---|
| | **Carrying value of the Underlying Fund ($000s)** | **Ownership percentage in Underlying Fund (%)** |
| iShares iBoxx $ Investment Grade Corporate Bond ETF | 15,309 | 0.0 |
| iShares 20+ Year Treasury Bond Fund ETF | 11,105 | 0.1 |
| iShares 7-10 Year Treasury Bond ETF | 24,409 | 0.2 |
| SPDR S&P 500 ETF Trust | 19,332 | 0.0 |
| Vanguard REIT ETF | 7,030 | 0.0 |
| | **77,185** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | **Net asset value per unit ($)** | **Net assets per unit ($)** | **Net asset value per unit ($)** | **Net assets per unit ($)** |
| Series A | 10.27 | 10.27 | 10.38 | 10.37 |
| Series F | 10.30 | 10.30 | 10.47 | 10.46 |
| Series I | 10.21 | 10.21 | 10.41 | 10.40 |
| Series O | 9.20 | 9.20 | 9.88 | 9.88 |

# Dynamic Global Infrastructure Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 823,303 | 559,787 |
| Unrealized gain on currency forward contracts | 2,201 | 2,949 |
| Unrealized gain on swap contracts | 540 | – |
| Cash | 108,816 | 108,837 |
| Receivable for securities sold | – | 1,738 |
| Subscriptions receivable | 1,554 | 12,694 |
| Accrued investment income and other | 4,251 | 3,588 |
| | **940,665** | **689,593** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 1,015 | 955 |
| Payable for securities purchased | – | 2,979 |
| Redemptions payable | 758 | 1,350 |
| Accrued expenses | 187 | 152 |
| Distributions payable | 2 | – |
| Unrealized loss on currency forward contracts | 2,227 | 2,312 |
| Unrealized loss on currency spot contracts | – | 1 |
| | **4,189** | **7,749** |
| **Net assets attributable to holders of redeemable units** | **936,476** | **681,844** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 437,736 | 425,501 |
| Series E | 10,370 | 8,254 |
| Series F | 136,960 | 90,158 |
| Series FI | n/a | 19,456 |
| Series I | 14,075 | 11,414 |
| Series O | 303,029 | 96,876 |
| Series T | 34,306 | 30,185 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 16.89 | 17.85 |
| Series E | 14.14 | 14.86 |
| Series F | 17.28 | 18.14 |
| Series FI | n/a | 14.88 |
| Series I | 17.52 | 18.38 |
| Series O | 17.94 | 18.57 |
| Series T | 10.79 | 11.40 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 12.58 | 13.72 |
| Series F | 12.87 | 13.95 |
| Series I | 13.05 | 14.13 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 10,140 | 7,452 |
| Interest for distribution purposes | 259 | 91 |
| Net realized gain (loss) on non-derivative financial assets | 11,723 | 14,534 |
| Net realized gain (loss) on currency forward contracts | 1,616 | (13,011) |
| Net realized gain (loss) on swap contracts | (1,661) | (467) |
| Change in unrealized gain (loss) on non-derivative financial assets | (25,812) | 27,616 |
| Change in unrealized gain (loss) on currency forward contracts | (663) | (2,631) |
| Change in unrealized gain (loss) on currency spot contracts | 1 | (20) |
| Change in unrealized gain (loss) on swap contracts | 540 | – |
| Net gain (loss) on investments | **(3,857)** | **33,564** |
| Securities lending | 8 | – |
| Net realized and unrealized foreign currency translation gain (loss) | (86) | 344 |
| Total income (loss), net | **(3,935)** | **33,908** |
| **EXPENSES** | | |
| Management fees (note 5) | 5,500 | 4,521 |
| Fixed administration fees (note 6) | 894 | 753 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 10 | – |
| Foreign withholding taxes/tax reclaims | 768 | 512 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 681 | 557 |
| Transaction costs | 619 | 156 |
| Total expenses | **8,474** | **6,500** |
| Expenses absorbed by the Manager | (9) | – |
| Net expenses | **8,465** | **6,500** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(12,400)** | **27,408** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (11,791) | 17,253 |
| Series E | (199) | 401 |
| Series F | (1,465) | 3,079 |
| Series FI | (983) | 633 |
| Series I | (245) | 566 |
| Series O | 3,175 | 4,232 |
| Series T | (892) | 1,244 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (0.47) | 0.73 |
| Series E | (0.32) | 0.63 |
| Series F | (0.24) | 0.83 |
| Series FI | (0.76) | 0.67 |
| Series I | (0.33) | 0.99 |
| Series O | 0.42 | 0.96 |
| Series T | (0.30) | 0.48 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 25,031,639 | 23,804,691 |
| Series E | 629,749 | 633,173 |
| Series F | 6,093,926 | 3,712,121 |
| Series FI | 1,291,141 | 933,873 |
| Series I | 752,030 | 577,153 |
| Series O | 7,636,694 | 4,421,669 |
| Series T | 3,003,643 | 2,603,787 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Infrastructure Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 425,501 | 397,974 |
| Series E | 8,254 | 8,615 |
| Series F | 90,158 | 59,440 |
| Series FI | 19,456 | 11,646 |
| Series I | 11,414 | 10,238 |
| Series O | 96,876 | 74,407 |
| Series T | 30,185 | 28,502 |
| | **681,844** | **590,822** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (11,791) | 17,253 |
| Series E | (199) | 401 |
| Series F | (1,465) | 3,079 |
| Series FI | (983) | 633 |
| Series I | (245) | 566 |
| Series O | 3,175 | 4,232 |
| Series T | (892) | 1,244 |
| | **(12,400)** | **27,408** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (368) | – |
| Series E | (3) | – |
| Series F | (975) | (115) |
| Series FI | (25) | (19) |
| Series I | (199) | (45) |
| Series O | (2,153) | (687) |
| Series T | (17) | – |
| From net realized gains on investments | | |
| Series A | (12,333) | – |
| Series E | (244) | – |
| Series F | (2,798) | – |
| Series FI | (72) | – |
| Series I | (288) | – |
| Series O | (3,119) | – |
| Series T | (570) | – |
| From return of capital | | |
| Series A | – | (1,855) |
| Series E | – | (45) |
| Series F | – | (525) |
| Series FI | – | (126) |
| Series I | – | (111) |
| Series T | (385) | (866) |
| | **(23,549)** | **(4,394)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 78,389 | 19,712 |
| Series E | 5,118 | 625 |
| Series F | 59,325 | 9,565 |
| Series FI | 144 | 2,810 |
| Series I | 5,387 | 898 |
| Series O | 209,985 | 3,773 |
| Series T | 7,990 | 1,592 |
| Reinvested distributions | | |
| Series A | 12,247 | 1,789 |
| Series E | 241 | 45 |
| Series F | 3,101 | 513 |
| Series FI | 93 | 140 |
| Series I | 376 | 156 |
| Series O | 5,272 | 687 |
| Series T | 398 | 353 |
| Payments on redemption | | |
| Series A | (53,909) | (64,648) |
| Series E | (2,797) | (1,799) |
| Series F | (10,386) | (10,912) |
| Series FI | (18,613) | (791) |
| Series I | (2,370) | (2,645) |
| Series O | (7,007) | (11,075) |
| Series T | (2,403) | (3,931) |
| | **290,581** | **(53,143)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 12,235 | (27,749) |
| Series E | 2,116 | (773) |
| Series F | 46,802 | 1,605 |
| Series FI | (19,456) | 2,647 |
| Series I | 2,661 | (1,181) |
| Series O | 206,153 | (3,070) |
| Series T | 4,121 | (1,608) |
| | **254,632** | **(30,129)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 437,736 | 370,225 |
| Series E | 10,370 | 7,842 |
| Series F | 136,960 | 61,045 |
| Series FI | – | 14,293 |
| Series I | 14,075 | 9,057 |
| Series O | 303,029 | 71,337 |
| Series T | 34,306 | 26,894 |
| | **936,476** | **560,693** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (12,400) | 27,408 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (11,723) | (14,534) |
| Unrealized foreign currency translation (gain) loss | (2) | (360) |
| Change in unrealized (gain) loss on non-derivative financial assets | 25,812 | (27,616) |
| Change in unrealized (gain) loss on currency forward contracts | 663 | 2,631 |
| Change in unrealized (gain) loss on currency spot contracts | (1) | 20 |
| Change in unrealized (gain) loss on swap contracts | (540) | – |
| Purchases of portfolio investments | (308,766) | (26,974) |
| Proceeds from sale of portfolio investments | 29,920 | 105,486 |
| Accrued investment income and other | (663) | 1,022 |
| Accrued expenses and other payables | 95 | (60) |
| **Net cash provided by (used in) operating activities** | **(277,605)** | **67,023** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 327,951 | 31,726 |
| Amounts paid on redemption of redeemable units | (48,550) | (88,374) |
| Distributions to unitholders of redeemable units | (1,819) | (711) |
| **Net cash provided by (used in) financing activities** | **277,582** | **(57,359)** |
| Unrealized foreign currency translation gain (loss) | 2 | 360 |
| Net increase (decrease) in cash | (21) | 10,024 |
| Cash (bank overdraft), beginning of period | 108,837 | 47,464 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **108,816** | **57,488** |
| Interest paid[1] | 10 | – |
| Interest received[1] | 266 | 103 |
| Dividends received, net of withholding taxes[1] | 7,989 | 7,984 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Infrastructure Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (87.8%)** | | | |
| **Australia (7.9%)** | | | |
| Sydney Airport Limited, Units | 6,011,600 | 31,134 | 34,828 |
| Transurban Group | 3,891,100 | 31,212 | 38,976 |
| | | **62,346** | **73,804** |
| **Canada (26.8%)** | | | |
| Brookfield Asset Management Inc., Class "A" | 401,777 | 11,372 | 17,799 |
| Brookfield Infrastructure Partners L.P., Units | 337,500 | 6,095 | 15,161 |
| Canadian National Railway Company | 189,300 | 8,982 | 17,105 |
| Canadian Pacific Railway Limited | 138,100 | 24,189 | 26,454 |
| Canadian Utilities Limited, Class "A", Non-Voting | 902,700 | 31,439 | 32,669 |
| Enbridge Inc. | 176,500 | 6,945 | 9,972 |
| Fortis Inc. | 797,013 | 30,393 | 33,044 |
| Hydro One Limited | 1,335,971 | 30,083 | 31,502 |
| Innergex Renewable Energy Inc. | 1,475,503 | 14,471 | 20,701 |
| Pembina Pipeline Corporation | 168,152 | 5,812 | 7,056 |
| Steel Reef Infrastructure Corp., Restricted* | 4,048,000 | 5,465 | 8,298 |
| TransCanada Corporation | 523,165 | 24,473 | 31,672 |
| | | **199,719** | **251,433** |
| **Denmark (3.0%)** | | | |
| DONG Energy A/S | 550,300 | **26,673** | **28,037** |
| **France (7.7%)** | | | |
| Aéroports de Paris | 278,100 | 29,597 | 40,106 |
| VINCI SA | 351,100 | 26,547 | 32,148 |
| | | **56,144** | **72,254** |
| **Germany (1.5%)** | | | |
| Fraport AG | 181,700 | **12,820** | **14,447** |
| **Italy (2.6%)** | | | |
| Atlantia SPA | 771,600 | **26,225** | **24,304** |
| **New Zealand (1.9%)** | | | |
| Auckland International Airport Limited | 3,133,531 | **18,949** | **18,258** |
| **Spain (3.0%)** | | | |
| Ferrovial, SA | 1,150,834 | **29,895** | **27,706** |
| **United Kingdom (11.2%)** | | | |
| National Grid PLC | 2,617,747 | 34,297 | 41,154 |
| Pennon Group PLC | 749,500 | 10,854 | 10,241 |
| **EQUITIES (87.8%) (cont'd)** | | | |
| **United Kingdom (11.2%) (cont'd)** | | | |
| Severn Trent PLC | 871,435 | 29,768 | 32,050 |
| United Utilities Group PLC | 1,452,500 | 20,788 | 21,634 |
| | | **95,707** | **105,079** |
| **United States (22.2%)** | | | |
| American Tower Corporation | 252,400 | 32,726 | 35,820 |
| American Water Works Company, Inc. | 310,100 | 23,273 | 30,129 |
| Crown Castle International Corp. | 259,100 | 22,519 | 30,187 |
| Eversource Energy | 250,800 | 10,630 | 18,599 |
| NextEra Energy, Inc. | 233,700 | 29,964 | 37,496 |
| PPL Corporation | 471,800 | 21,057 | 21,570 |
| Union Pacific Corporation | 114,300 | 9,678 | 15,920 |
| WEC Energy Group, Inc. | 231,800 | 12,478 | 18,260 |
| | | **162,325** | **207,981** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (87.8%)** | | **690,803** | **823,303** |
| **TRANSACTION COSTS (0.0%)** | | **(854)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (87.8%)** | | **689,949** | **823,303** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.1%)** | | **–** | **514** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (11.6%)** | | | |
| Canadian | | 95,503 | 95,503 |
| Foreign | | 13,310 | 13,313 |
| | | **108,813** | **108,816** |
| **OTHER NET ASSETS (LIABILITIES) (0.5%)** | | | **3,843** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **936,476** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD 12,626 | (USD) (9,372) | 0.742 | 0.745 | 46 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 6,689 | (USD) (4,966) | 0.742 | 0.745 | 23 |
| Bank of Nova Scotia (The) | A-1 | 19-Jan-17 | CAD 2,789 | (USD) (2,072) | 0.743 | 0.745 | 8 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 77,637 | (USD) (57,618) | 0.742 | 0.745 | 290 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 7,956 | (USD) (5,902) | 0.742 | 0.745 | 33 |
| Bank of Montreal | A-1 | 17-Feb-17 | CAD 20,817 | (AUD) (21,155) | 1.016 | 1.032 | 316 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 70,454 | (GBP) (42,100) | 0.598 | 0.603 | 669 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 11,539 | (NZD) (12,240) | 1.061 | 1.073 | 127 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 37,114 | (AUD) (37,713) | 1.016 | 1.032 | 567 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 3,267 | (USD) (2,410) | 0.738 | 0.745 | 33 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 6,414 | (CAD) (8,521) | 1.329 | 1.342 | 89 |
| | | | | | | | **2,201** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 753 | (DKK) (4,012) | 5.330 | 5.237 | (13) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 27,976 | (USD) (20,964) | 0.749 | 0.745 | (154) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 80,448 | (EUR) (57,431) | 0.714 | 0.705 | (1,070) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 38,497 | (EUR) (27,543) | 0.715 | 0.705 | (596) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 21,834 | (DKK) (115,893) | 5.308 | 5.237 | (297) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 1,282 | (NZD) (1,382) | 1.078 | 1.073 | (6) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 1,105 | (NZD) (1,190) | 1.077 | 1.073 | (5) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 5,406 | (EUR) (3,860) | 0.714 | 0.705 | (73) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 1,780 | (DKK) (9,360) | 5.258 | 5.237 | (7) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 780 | (NZD) (840) | 1.077 | 1.073 | (4) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 3,534 | (GBP) (2,133) | 0.604 | 0.603 | (2) |
| | | | | | | | **(2,227)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Infrastructure Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|
| **Enterprise Products Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | |
| 362,000 | 18-May-17 | USD 12,603,468 | 1.085 | 540 |
| | | | | **540** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Infrastructure Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital appreciation and income primarily through investment in a diversified portfolio of infrastructure and related companies from around the globe.

## Risks Associated with Financial Instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 224,791 | (130,052) | 94,739 | 10.1 |
| Euro | 140,986 | (126,091) | 14,895 | 1.6 |
| Pound Sterling | 106,333 | (73,322) | 33,011 | 3.5 |
| Australian Dollar | 75,400 | (57,047) | 18,353 | 2.0 |
| Danish Krone | 28,037 | (24,684) | 3,353 | 0.4 |
| New Zealand Dollar | 18,258 | (14,594) | 3,664 | 0.4 |
| | **593,805** | **(425,790)** | **168,015** | **17.9** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 154,729 | (103,939) | 50,790 | 7.4 |
| Euro | 88,597 | (74,825) | 13,772 | 2.0 |
| Pound Sterling | 77,957 | (48,144) | 29,813 | 4.4 |
| Australian Dollar | 49,425 | (40,189) | 9,236 | 1.4 |
| Danish Krone | 17,851 | (14,032) | 3,819 | 0.6 |
| | **388,559** | **(281,129)** | **107,430** | **15.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $16,802,000 or approximately 1.8% (June 30, 2016 – $10,743,000 or approximately 1.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 87.9% (June 30, 2016 – 82.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $82,384,000 (June 30, 2016 – $55,979,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **87.8** | **82.1** |
| Australia | 7.9 | 7.1 |
| Canada | 26.8 | 25.8 |
| Denmark | 3.0 | 2.6 |
| France | 7.7 | 5.8 |
| Germany | 1.5 | 2.6 |
| Italy | 2.6 | 2.3 |
| New Zealand | 1.9 | – |
| Spain | 3.0 | 2.4 |
| United Kingdom | 11.2 | 11.2 |
| United States | 22.2 | 22.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **11.6** | **16.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 451,116 | 363,889 | 8,298 | 823,303 |
| Unrealized gain on currency forward contracts | – | 2,201 | – | 2,201 |
| Unrealized gain on swap contracts | – | 540 | – | 540 |
| | **451,116** | **366,630** | **8,298** | **826,044** |
| Unrealized loss on currency forward contracts | – | (2,227) | – | (2,227) |
| | **451,116** | **364,403** | **8,298** | **823,817** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 319,174 | 231,910 | 8,703 | 559,787 |
| Unrealized gain on currency forward contracts | – | 2,949 | – | 2,949 |
| | **319,174** | **234,859** | **8,703** | **562,736** |
| Unrealized loss on currency forward contracts | – | (2,312) | – | (2,312) |
| Unrealized loss on currency spot contracts | – | (1) | – | (1) |
| | **319,174** | **232,546** | **8,703** | **560,423** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Infrastructure Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 8,703 | 6,679 |
| Purchases | – | – |
| Sales | – | – |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | – |
| Net changes in unrealized gain (loss)* | (405) | 2,024 |
| **End of period** | **8,298** | **8,703** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(405,000) and $2,024,000, respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | EBITDA multiple | 8,298 | – |
| | | | **8,298** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 8,703 | n/a |
| | | | **8,703** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 2,201 | (1,635) | – | 566 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 540 | – | – | 540 |
| | **2,741** | **(1,635)** | **–** | **1,106** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 2,227 | (1,635) | – | 592 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **2,227** | **(1,635)** | **–** | **592** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 2,949 | (1,966) | – | 983 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **2,949** | **(1,966)** | **–** | **983** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 2,312 | (1,966) | – | 346 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **2,312** | **(1,966)** | **–** | **346** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Real Estate Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 193,282 | 203,260 |
| Unrealized gain on currency forward contracts | 232 | 978 |
| Cash | 4,188 | 15,710 |
| Margin deposited on derivatives | 383 | 1,418 |
| Receivable for securities sold | 992 | – |
| Subscriptions receivable | 263 | 621 |
| Accrued investment income and other | 623 | 606 |
| | **199,963** | **222,593** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 279 | 269 |
| Payable for securities purchased | 988 | 1,549 |
| Redemptions payable | 246 | 435 |
| Accrued expenses | 35 | 36 |
| Liability for written options | – | 40 |
| Unrealized loss on currency forward contracts | 199 | 2,258 |
| | **1,747** | **4,587** |
| **Net assets attributable to holders of redeemable units** | **198,216** | **218,006** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 120,277 | 118,915 |
| Series E | 2,282 | 1,283 |
| Series F | 42,536 | 37,719 |
| Series I | 4,622 | 7,948 |
| Series IP | 612 | 673 |
| Series O | 18,433 | 42,711 |
| Series T | 9,454 | 8,757 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 30.81 | 31.85 |
| Series E | 11.60 | 12.00 |
| Series F | 12.43 | 12.84 |
| Series I | 8.80 | 9.09 |
| Series IP | 14.67 | 15.15 |
| Series O | 10.04 | 10.74 |
| Series T | 8.44 | 8.89 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 2,822 | 2,221 |
| Interest for distribution purposes | 447 | 317 |
| Net realized gain (loss) on non-derivative financial assets | 6,450 | 9,109 |
| Net realized gain (loss) on options contracts | 179 | 12 |
| Net realized gain (loss) on currency forward contracts | (2,015) | (4,965) |
| Net realized gain (loss) on swap contracts | – | (10) |
| Change in unrealized gain (loss) on non-derivative financial assets | (11,928) | 11,173 |
| Change in unrealized gain (loss) on options contracts | (41) | 45 |
| Change in unrealized gain (loss) on currency forward contracts | 1,313 | 931 |
| Change in unrealized gain (loss) on currency spot contracts | – | 7 |
| Change in unrealized gain (loss) on swap contracts | – | (155) |
| Dividend and interest expense on securities sold short | – | (50) |
| Net gain (loss) on investments | **(2,773)** | **18,635** |
| Net realized and unrealized foreign currency translation gain (loss) | 70 | 203 |
| Total income (loss), net | **(2,703)** | **18,838** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,560 | 1,377 |
| Fixed administration fees (note 6) | 202 | 174 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 326 | 238 |
| Harmonized Sales Tax/Goods and Services Tax | 176 | 158 |
| Transaction costs | 159 | 142 |
| Total expenses | **2,425** | **2,091** |
| Expenses absorbed by the Manager | (2) | (1) |
| Net expenses | **2,423** | **2,090** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(5,126)** | **16,748** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (2,702) | 9,605 |
| Series E | (36) | 56 |
| Series F | (1,149) | 1,994 |
| Series I | 113 | 468 |
| Series IP | (5) | 52 |
| Series O | (1,110) | 3,797 |
| Series T | (237) | 776 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (0.70) | 2.48 |
| Series E | (0.24) | 0.94 |
| Series F | (0.33) | 1.03 |
| Series I | 0.20 | 0.79 |
| Series IP | (0.12) | 1.34 |
| Series O | (0.32) | 0.96 |
| Series T | (0.22) | 0.70 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 3,865,471 | 3,873,477 |
| Series E | 149,053 | 59,330 |
| Series F | 3,439,184 | 1,942,830 |
| Series I | 554,051 | 599,611 |
| Series IP | 42,542 | 38,933 |
| Series O | 3,510,343 | 3,999,324 |
| Series T | 1,086,912 | 1,117,636 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Real Estate Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 118,915 | 114,759 |
| Series E | 1,283 | 660 |
| Series F | 37,719 | 20,022 |
| Series I | 7,948 | 3,529 |
| Series IP | 673 | 526 |
| Series O | 42,711 | 40,934 |
| Series T | 8,757 | 9,204 |
| | **218,006** | **189,634** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (2,702) | 9,605 |
| Series E | (36) | 56 |
| Series F | (1,149) | 1,994 |
| Series I | 113 | 468 |
| Series IP | (5) | 52 |
| Series O | (1,110) | 3,797 |
| Series T | (237) | 776 |
| | **(5,126)** | **16,748** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (219) | (691) |
| Series E | (2) | (3) |
| Series F | (305) | (268) |
| Series I | (62) | (70) |
| Series IP | (8) | (9) |
| Series O | (841) | (432) |
| Series T | (17) | (57) |
| From net realized gains on investments | | |
| Series A | (887) | – |
| Series E | (13) | – |
| Series F | (308) | – |
| Series I | (35) | – |
| Series IP | (5) | – |
| Series O | (469) | – |
| Series T | (70) | – |
| From return of capital | | |
| Series A | (413) | (795) |
| Series E | (15) | (8) |
| Series F | (160) | (174) |
| Series I | (6) | (55) |
| Series IP | (1) | (4) |
| Series T | (199) | (217) |
| | **(4,035)** | **(2,783)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 15,850 | 4,314 |
| Series E | 1,211 | 237 |
| Series F | 17,840 | 5,335 |
| Series I | 495 | 3,113 |
| Series O | 1,072 | 626 |
| Series T | 1,661 | 442 |
| Reinvested distributions | | |
| Series A | 1,447 | 1,427 |
| Series E | 29 | 8 |
| Series F | 457 | 302 |
| Series I | 96 | 90 |
| Series IP | 7 | 4 |
| Series O | 1,222 | 411 |
| Series T | 109 | 135 |
| Payments on redemption | | |
| Series A | (11,714) | (13,143) |
| Series E | (175) | (70) |
| Series F | (11,558) | (1,187) |
| Series I | (3,927) | (55) |
| Series IP | (49) | (4) |
| Series O | (24,152) | (9,050) |
| Series T | (550) | (1,167) |
| | **(10,629)** | **(8,232)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 1,362 | 717 |
| Series E | 999 | 220 |
| Series F | 4,817 | 6,002 |
| Series I | (3,326) | 3,491 |
| Series IP | (61) | 39 |
| Series O | (24,278) | (4,648) |
| Series T | 697 | (88) |
| | **(19,790)** | **5,733** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 120,277 | 115,476 |
| Series E | 2,282 | 880 |
| Series F | 42,536 | 26,024 |
| Series I | 4,622 | 7,020 |
| Series IP | 612 | 565 |
| Series O | 18,433 | 36,286 |
| Series T | 9,454 | 9,116 |
| | **198,216** | **195,367** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (5,126) | 16,748 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (6,450) | (9,109) |
| Net realized (gain) loss on options contracts | (179) | (12) |
| Unrealized foreign currency translation (gain) loss | (10) | (210) |
| Change in unrealized (gain) loss on non-derivative financial assets | 11,928 | (11,173) |
| Change in unrealized (gain) loss on options contracts | 41 | (45) |
| Change in unrealized (gain) loss on currency forward contracts | (1,313) | (931) |
| Change in unrealized (gain) loss on currency spot contracts | – | (7) |
| Change in unrealized (gain) loss on swap contracts | – | 155 |
| Purchases of portfolio investments | (67,001) | (39,842) |
| Proceeds from sale of portfolio investments | 70,046 | 66,178 |
| Payable for interest and dividends on securities sold short | – | (8) |
| Margin deposited on derivatives | 1,035 | (491) |
| Accrued investment income and other | (17) | (35) |
| Accrued expenses and other payables | 9 | 10 |
| **Net cash provided by (used in) operating activities** | **2,963** | **21,228** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 35,798 | 11,878 |
| Amounts paid on redemption of redeemable units | (49,625) | (23,054) |
| Distributions to unitholders of redeemable units | (668) | (406) |
| **Net cash provided by (used in) financing activities** | **(14,495)** | **(11,582)** |
| Unrealized foreign currency translation gain (loss) | 10 | 210 |
| Net increase (decrease) in cash | (11,522) | 9,856 |
| Cash (bank overdraft), beginning of period | 15,710 | 10,447 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **4,188** | **20,303** |
| Interest paid[1] | 1 | 1 |
| Interest received[1] | 453 | 316 |
| Dividends paid[1] | – | 58 |
| Dividends received, net of withholding taxes[1] | 2,348 | 58 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Real Estate Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (97.6%)** | | | |
| **Australia (4.0%)** | | | |
| Scentre Group | 518,769 | 4,102 | 2,342 |
| Westfield Corporation | 603,000 | 4,567 | 5,505 |
| | | **8,669** | **7,847** |
| **Canada (33.8%)** | | | |
| Allied Properties Real Estate Investment Trust | 18,800 | 634 | 676 |
| Brookfield Asset Management Inc., Class "A" | 93,000 | 1,793 | 4,120 |
| Canadian Apartment Properties Real Estate Investment Trust | 142,700 | 3,767 | 4,476 |
| Canadian Real Estate Investment Trust | 49,000 | 1,854 | 2,269 |
| Chartwell Retirement Residences | 303,627 | 2,198 | 4,448 |
| Choice Properties Real Estate Investment Trust | 170,200 | 1,932 | 2,293 |
| Crombie Real Estate Investment Trust | 167,500 | 2,417 | 2,275 |
| First Capital Realty Inc. | 219,000 | 4,305 | 4,527 |
| H&R Real Estate Investment Trust, Stapled Units | 237,000 | 4,524 | 5,302 |
| IG Realty Investments Inc.* | 30,500 | 1,836 | 99 |
| InterRent Real Estate Investment Trust | 604,782 | 1,774 | 4,512 |
| Killam Apartment Real Estate Investment Trust | 358,000 | 4,367 | 4,275 |
| KingSett Canadian Real Estate Income Fund LP, Restricted* | 800 | 826 | 1,101 |
| Milestone Apartments Real Estate Investment Trust | 342,460 | 4,415 | 6,507 |
| Morguard Corporation | 27,851 | 2,126 | 4,899 |
| RioCan Real Estate Investment Trust | 247,000 | 6,144 | 6,578 |
| Rose Investments II Limited Partnership, Restricted* | 2,582 | 625 | 784 |
| Sienna Senior Living Inc. | 180,000 | 2,830 | 2,934 |
| Skyline International Development Inc. | 39,050 | 459 | 352 |
| Smart Real Estate Investment Trust | 108,400 | 3,131 | 3,500 |
| WPT Industrial Real Estate Investment Trust | 68,663 | 963 | 1,094 |
| | | **52,920** | **67,021** |
| **France (5.7%)** | | | |
| Klépierre SA | 106,000 | 5,613 | 5,604 |
| Unibail-Rodamco SE | 18,000 | 5,184 | 5,776 |
| | | **10,797** | **11,380** |
| **Germany (0.6%)** | | | |
| Deutsche Wohnen AG | 26,000 | **1,083** | **1,098** |
| **Hong Kong (1.4%)** | | | |
| Cheung Kong Property Holdings Limited | 229,100 | 1,890 | 1,866 |
| Sun Hung Kai Properties Limited | 54,500 | 883 | 916 |
| | | **2,773** | **2,782** |
| **Japan (3.5%)** | | | |
| Mitsubishi Estate Company, Limited | 101,000 | 2,591 | 2,691 |
| Mitsui Fudosan Co., Ltd. | 136,000 | 4,152 | 4,217 |
| | | **6,743** | **6,908** |
| **Singapore (3.7%)** | | | |
| Fortune Real Estate Investment Trust | 4,880,000 | **2,022** | **7,263** |
| **United Kingdom (4.0%)** | | | |
| Hammerson PLC | 248,900 | 2,347 | 2,357 |
| Land Securities Group PLC | 206,127 | 4,259 | 3,660 |
| SEGRO PLC | 255,000 | 1,874 | 1,940 |
| | | **8,480** | **7,957** |
| **EQUITIES (97.6%) (cont'd)** | | | |
| **United States (40.9%)** | | | |
| AvalonBay Communities, Inc. | 20,400 | 3,369 | 4,854 |
| Boston Properties, Inc. | 37,200 | 4,710 | 6,285 |
| Equinix, Inc. | 11,000 | 5,122 | 5,282 |
| Equity Residential Properties Trust | 51,700 | 4,263 | 4,468 |
| Federal Realty Investment Trust | 29,500 | 4,680 | 5,629 |
| General Growth Properties, Inc. | 191,200 | 6,192 | 6,413 |
| Hilton Worldwide Holdings Inc. | 75,000 | 2,211 | 2,739 |
| Home Depot, Inc. (The) | 15,200 | 2,295 | 2,738 |
| Mid-America Apartment Communities, Inc. | 8,000 | 1,010 | 1,052 |
| Prologis, Inc. | 104,600 | 4,671 | 7,414 |
| Regency Centers Corporation | 45,000 | 4,039 | 4,167 |
| Retail Opportunity Investments Corp. | 128,500 | 1,888 | 3,648 |
| Simon Property Group, Inc. | 27,240 | 3,727 | 6,511 |
| SL Green Realty Corp. | 32,700 | 4,437 | 4,722 |
| Starwood Global Opportunity Fund X, LP, Restricted* | 1,054 | 1,206 | 1,464 |
| Ventas, Inc. | 50,900 | 4,247 | 4,273 |
| Welltower Inc. | 39,100 | 3,281 | 3,514 |
| Weyerhaeuser Company | 145,000 | 5,817 | 5,853 |
| | | **67,165** | **81,026** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.6%)** | | **160,652** | **193,282** |
| **TRANSACTION COSTS (0.0%)** | | **(182)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.6%)** | | **160,470** | **193,282** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.0%)** | | **–** | **33** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.1%)** | | | |
| Canadian | | 1,785 | 1,785 |
| Foreign | | 2,394 | 2,403 |
| | | **4,179** | **4,188** |
| **OTHER NET ASSETS (LIABILITIES) (0.3%)** | | | **713** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **198,216** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD | 2,485 | (USD) | (1,845) | 0.742 | 0.745 | 8 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 21,304 | (USD) | (15,805) | 0.742 | 0.745 | 87 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD | 15,967 | (USD) | (11,850) | 0.742 | 0.745 | 60 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD | 2,249 | (GBP) | (1,344) | 0.598 | 0.603 | 21 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD | 3,645 | (AUD) | (3,704) | 1.016 | 1.032 | 56 |
| | | | | | | | | | **232** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 17-Feb-17 | CAD | 2,209 | (JPY) | (194,194) | 87.927 | 86.821 | (28) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD | 5,686 | (EUR) | (4,059) | 0.714 | 0.705 | (75) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD | 9,778 | (HKD) | (56,757) | 5.805 | 5.777 | (47) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 5,221 | (CAD) | (7,058) | 1.352 | 1.342 | (49) |
| | | | | | | | | | **(199)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Real Estate Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital appreciation and income primarily through investment in a diversified portfolio of equity and debt securities of businesses around the world with potential for increased value as a result of ownership, management or other investment in real estate assets.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 87,670 | (32,592) | 55,078 | 27.8 |
| Euro | 12,710 | (5,761) | 6,949 | 3.5 |
| Hong Kong Dollar | 10,045 | (9,825) | 220 | 0.1 |
| Pound Sterling | 8,001 | (2,228) | 5,773 | 2.9 |
| Australian Dollar | 7,848 | (3,589) | 4,259 | 2.1 |
| Japanese Yen | 6,908 | (2,237) | 4,671 | 2.4 |
| Israeli Shekel | 352 | – | 352 | 0.2 |
| | **133,534** | **(56,232)** | **77,302** | **39.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 91,623 | (20,481) | 71,142 | 32.6 |
| Pound Sterling | 12,707 | (3,428) | 9,279 | 4.3 |
| Hong Kong Dollar | 12,638 | (11,350) | 1,288 | 0.6 |
| Euro | 9,652 | (5,836) | 3,816 | 1.8 |
| Australian Dollar | 8,818 | (6,354) | 2,464 | 1.1 |
| Japanese Yen | 3,493 | (2,187) | 1,306 | 0.6 |
| Israeli Shekel | 379 | – | 379 | 0.2 |
| | **139,310** | **(49,636)** | **89,674** | **41.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $7,730,000 or approximately 3.9% (June 30, 2016 – $8,967,000 or approximately 4.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 97.6% (June 30, 2016 – 93.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $19,328,000 (June 30, 2016 – $20,322,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **97.6** | **93.2** |
| Australia | 4.0 | 4.0 |
| Canada | 33.8 | 31.3 |
| France | 5.7 | 4.3 |
| Germany | 0.6 | – |
| Hong Kong | 1.4 | 2.3 |
| Israel | – | 0.6 |
| Japan | 3.5 | 1.6 |
| Singapore | 3.7 | 3.5 |
| United Kingdom | 4.0 | 5.8 |
| United States | 40.9 | 39.8 |
| **WRITTEN OPTIONS** | **–** | **0.0** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.1** | **7.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 144,247 | 45,587 | 3,448 | 193,282 |
| Unrealized gain on currency forward contracts | – | 232 | – | 232 |
| | **144,247** | **45,819** | **3,448** | **193,514** |
| Unrealized loss on currency forward contracts | – | (199) | – | (199) |
| | **144,247** | **45,620** | **3,448** | **193,315** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Real Estate Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 152,632 | 47,283 | 3,345 | 203,260 |
| Unrealized gain on currency forward contracts | – | 978 | – | 978 |
| | **152,632** | **48,261** | **3,345** | **204,238** |
| Liability for written options | (40) | – | – | (40) |
| Unrealized loss on currency forward contracts | – | (2,258) | – | (2,258) |
| | **152,592** | **46,003** | **3,345** | **201,940** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 3,345 | 2,568 |
| Purchases | 2,061 | 1,280 |
| Sales/Return of Capital | (2,132) | (623) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | 51 |
| Net changes in unrealized gain (loss)* | 174 | 69 |
| **End of period** | **3,448** | **3,345** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $174,000 and $335,000, respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 3,448 | n/a |
| | | | **3,448** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 3,345 | n/a |
| | | | **3,345** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 232 | (171) | – | 61 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **232** | **(171)** | **–** | **61** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 199 | (171) | – | 28 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **199** | **(171)** | **–** | **28** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 978 | (978) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **978** | **(978)** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 2,258 | (978) | – | 1,280 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **2,258** | **(978)** | **–** | **1,280** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

# Dynamic Global Real Estate Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| KingSett Canadian Real Estate Income Fund LP, Restricted | 1,101 | 0.1 |
| Rose Investments II Limited Partnership, Restricted | 784 | 1.9 |
| Starwood Global Opportunity Fund X, LP, Restricted | 1,464 | 0.0 |
| | **3,349** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| KingSett Canadian Real Estate Income Fund LP, Restricted | 1,099 | 0.1 |
| Rose Investments II Limited Partnership, Restricted | 775 | 1.9 |
| Starwood Global Opportunity Fund X, LP, Restricted | 1,300 | 0.0 |
| | **3,174** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Precious Metals Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 341,466 | 458,487 |
| Cash | 455 | 9,616 |
| Receivable for securities sold | 870 | 1,057 |
| Subscriptions receivable | 1,227 | 4,907 |
| Accrued investment income and other | – | 40 |
| | **344,018** | **474,107** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 600 | 843 |
| Payable for securities purchased | – | 331 |
| Redemptions payable | 413 | 1,519 |
| Accrued expenses | 52 | 72 |
| | **1,065** | **2,765** |
| **Net assets attributable to holders of redeemable units** | **342,953** | **471,342** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 212,868 | 300,992 |
| Series F | 41,584 | 50,733 |
| Series G | 62,950 | 88,865 |
| Series I | 9,193 | 12,128 |
| Series O | 16,358 | 18,624 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 6.21 | 8.12 |
| Series F | 11.69 | 15.19 |
| Series G | 6.27 | 8.20 |
| Series I | 14.29 | 18.45 |
| Series O | 14.36 | 18.54 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,408 | 645 |
| Interest for distribution purposes | 13 | 9 |
| Net realized gain (loss) on non-derivative financial assets | 22,275 | (4,047) |
| Change in unrealized gain (loss) on non-derivative financial assets | (127,688) | 3,572 |
| Net gain (loss) on investments | **(103,992)** | **179** |
| Securities lending | 6 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 15 | (33) |
| Total income (loss), net | **(103,971)** | **146** |
| **EXPENSES** | | |
| Management fees (note 5) | 4,335 | 2,085 |
| Fixed administration fees (note 6) | 376 | 177 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 4 | – |
| Foreign withholding taxes/tax reclaims | 1 | – |
| Other fund costs | 35 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 479 | 217 |
| Transaction costs | 188 | 280 |
| Total expenses | **5,419** | **2,761** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **5,419** | **2,761** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(109,390)** | **(2,615)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (67,875) | (1,909) |
| Series F | (14,019) | (62) |
| Series G | (19,788) | (533) |
| Series I | (2,941) | (17) |
| Series O | (4,767) | (94) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (1.88) | (0.06) |
| Series F | (3.76) | (0.03) |
| Series G | (1.88) | (0.04) |
| Series I | (4.58) | (0.03) |
| Series O | (4.45) | (0.04) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 36,083,455 | 36,030,665 |
| Series F | 3,727,767 | 1,686,817 |
| Series G | 10,513,662 | 11,303,826 |
| Series I | 641,519 | 660,762 |
| Series O | 1,070,273 | 2,154,839 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Precious Metals Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 300,992 | 151,838 |
| Series F | 50,733 | 12,950 |
| Series G | 88,865 | 47,392 |
| Series I | 12,128 | 5,961 |
| Series O | 18,624 | 20,990 |
| | **471,342** | **239,131** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (67,875) | (1,909) |
| Series F | (14,019) | (62) |
| Series G | (19,788) | (533) |
| Series I | (2,941) | (17) |
| Series O | (4,767) | (94) |
| | **(109,390)** | **(2,615)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 31,063 | 7,308 |
| Series F | 25,594 | 2,235 |
| Series G | 7,426 | 2,782 |
| Series I | 3,002 | 777 |
| Series O | 2,501 | – |
| Payments on redemption | | |
| Series A | (51,312) | (15,146) |
| Series F | (20,724) | (2,225) |
| Series G | (13,553) | (3,709) |
| Series I | (2,996) | (475) |
| Series O | – | (3,485) |
| | **(18,999)** | **(11,938)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (88,124) | (9,747) |
| Series F | (9,149) | (52) |
| Series G | (25,915) | (1,460) |
| Series I | (2,935) | 285 |
| Series O | (2,266) | (3,579) |
| | **(128,389)** | **(14,553)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 212,868 | 142,091 |
| Series F | 41,584 | 12,898 |
| Series G | 62,950 | 45,932 |
| Series I | 9,193 | 6,246 |
| Series O | 16,358 | 17,411 |
| | **342,953** | **224,578** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (109,390) | (2,615) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (22,275) | 4,047 |
| Unrealized foreign currency translation (gain) loss | 97 | 44 |
| Change in unrealized (gain) loss on non-derivative financial assets | 127,688 | (3,572) |
| Purchases of portfolio investments | (52,393) | (40,236) |
| Proceeds from sale of portfolio investments | 63,857 | 55,329 |
| Accrued investment income and other | 40 | 13 |
| Accrued expenses and other payables | (263) | (27) |
| **Net cash provided by (used in) operating activities** | **7,361** | **12,983** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 64,527 | 10,260 |
| Amounts paid on redemption of redeemable units | (80,952) | (22,522) |
| **Net cash provided by (used in) financing activities** | **(16,425)** | **(12,262)** |
| Unrealized foreign currency translation gain (loss) | (97) | (44) |
| Net increase (decrease) in cash | (9,161) | 677 |
| Cash (bank overdraft), beginning of period | 9,616 | 6,569 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **455** | **7,246** |
| Interest paid[1] | 4 | – |
| Interest received[1] | 15 | 10 |
| Dividends received, net of withholding taxes[1] | 1,407 | 657 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Precious Metals Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (0.0%)** | | | | |
| **Foreign Bonds and Debentures (0.0%)** | | | | |
| **Brazil (0.0%)** | | | | |
| Vale SA, 0.00% Sep. 29 49, Series "A6"* | BRL | 20 | – | **50** |
| **EQUITIES (99.5%)** | | | | |
| **Australia (31.0%)** | | | | |
| Alicanto Minerals Limited | | 6,000,000 | 2,073 | 1,166 |
| Amani Gold Limited | | 91,074,074 | 4,987 | 4,338 |
| Apollo Consolidated Limited | | 12,000,000 | 1,666 | 1,407 |
| Cardinal Resources Limited | | 25,977,379 | 5,015 | 5,907 |
| Dacian Gold Limited | | 7,600,000 | 12,919 | 14,903 |
| Gascoyne Resources Limited | | 12,500,000 | 5,860 | 5,891 |
| Gold Road Resources Limited | | 25,750,000 | 8,326 | 14,072 |
| Laguna Gold Limited* | | 2,700,000 | 1,033 | 1,310 |
| Laguna Gold Limited, Restricted* | | 3,249,414 | 1,554 | 1,577 |
| Northern Star Resources Limited | | 5,800,000 | 5,535 | 19,727 |
| Oklo Resources Limited | | 21,000,000 | 2,719 | 2,357 |
| Saracen Mineral Holdings Limited | | 20,000,000 | 8,551 | 18,557 |
| St Barbara Limited | | 3,500,000 | 1,827 | 6,718 |
| West African Resources Limited | | 39,500,000 | 6,182 | 8,293 |
| | | | **68,247** | **106,223** |
| **Canada (64.8%)** | | | | |
| Agnico-Eagle Mines Limited | | 450,898 | 15,495 | 25,453 |
| Alamos Gold Inc., Class "A" | | 225,000 | 2,644 | 2,083 |
| Asanko Gold Inc. | | 4,950,000 | 9,749 | 20,394 |
| Belo Sun Mining Corp. | | 29,600,000 | 24,723 | 20,128 |
| Continental Gold Inc. | | 1,550,000 | 5,860 | 6,820 |
| Detour Gold Corporation | | 1,200,000 | 9,700 | 21,948 |
| Gold Standard Ventures Corp. | | 100,000 | 298 | 284 |
| HudBay Minerals Inc., Warrants, Jul. 20 18 | | 646,000 | 1,368 | 294 |
| K92 Mining Inc. | | 2,000,000 | 2,000 | 1,940 |
| K92 Mining Inc., Warrants, Jul. 20 17* | | 1,000,000 | – | 88 |
| Lucara Diamond Corp. | | 1,000,000 | 2,543 | 3,040 |
| MAG Silver Corp. | | 950,000 | 8,607 | 14,041 |
| Mountain Province Diamonds Inc. | | 450,000 | 2,247 | 3,024 |
| Oceanus Resources Corporation, Warrants, Jun. 21 18* | | 1,630,435 | – | 104 |
| Osisko Mining Inc. | | 727,000 | 2,093 | 1,753 |
| Pretium Resources Inc. | | 875,000 | 7,165 | 9,730 |
| Richmont Mines Inc. | | 2,000,000 | 5,997 | 17,440 |
| Roxgold Inc. | | 19,500,000 | 14,854 | 23,595 |
| SEMAFO Inc. | | 5,000,000 | 17,629 | 22,100 |
| Stornoway Diamond Corporation | | 4,000,000 | 3,227 | 4,000 |
| TMAC Resources Inc. | | 425,000 | 2,813 | 6,515 |
| Torex Gold Resources Inc. | | 500,000 | 6,773 | 10,395 |
| Wesdome Gold Mines Ltd. | | 3,450,000 | 6,411 | 7,211 |
| | | | **152,196** | **222,380** |
| **United Kingdom (3.7%)** | | | | |
| Randgold Resources Limited, ADR | | 125,000 | **10,886** | **12,813** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | | **231,329** | **341,466** |
| **TRANSACTION COSTS (0.0%)** | | | **(368)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | | **230,961** | **341,466** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.1%)** | | | | |
| Canadian | | | (897) | (897) |
| Foreign | | | 1,431 | 1,352 |
| | | | **534** | **455** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | | **1,032** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **342,953** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Precious Metals Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital appreciation by investing primarily, directly or indirectly, in precious metals on a global basis.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | – |
| 1-3 years | – | – |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | 50 | – |
| | **50** | **–** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $0 or approximately 0.0% (June 30, 2016 – nil or approximately nil%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Australian Dollar | 107,571 | – | 107,571 | 31.4 |
| US Dollar | 12,829 | – | 12,829 | 3.7 |
| Brazilian Real | 50 | – | 50 | 0.0 |
| | **120,450** | **–** | **120,450** | **35.1** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Australian Dollar | 130,695 | – | 130,695 | 27.7 |
| US Dollar | 25,512 | – | 25,512 | 5.4 |
| | **156,207** | **–** | **156,207** | **33.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $12,045,000 or approximately 3.5% (June 30, 2016 – $15,621,000 or approximately 3.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.5% (June 30, 2016 – 97.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $34,142,000 (June 30, 2016 – $45,849,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| Unrated | 100.0 | – | – | – |
| | **100.0** | **0.0** | **0.0** | **0.0** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **0.0** | **–** |
| **Foreign Bonds and Debentures** | | |
| Brazil | 0.0 | – |
| **EQUITIES** | **99.5** | **97.2** |
| Australia | 31.0 | 27.4 |
| Canada | 64.8 | 64.4 |
| United Kingdom | 3.7 | 5.4 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.1** | **2.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

# Dynamic Precious Metals Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 233,826 | 104,511 | 3,079 | 341,416 |
| Bonds and debentures | – | 50 | – | 50 |
| | **233,826** | **104,561** | **3,079** | **341,466** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 328,667 | 128,000 | 1,305 | 457,972 |
| Warrants, rights and options | 283 | 185 | 47 | 515 |
| | **328,950** | **128,185** | **1,352** | **458,487** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 1,352 | – |
| Purchases | 1,554 | 1,033 |
| Sales | – | – |
| Transfers into Level 3 | 192 | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | – |
| Net changes in unrealized gain (loss)* | (19) | 319 |
| **End of period** | **3,079** | **1,352** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(19,000) and $319,000, respectively.

During the period ended December 31, 2016, investments of approximately $192,000 (June 30, 2016 – nil) were transferred from Level 2 to 3 as the fair value of these securities are now determined using internal valuation models that required the use of assumptions, of which one of the main ones was not observable in the market.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 2,887 | n/a |
| Warrants | Fundamental model analysis based on financial data | Liquidity discount | 192 | n/a |
| | | | **3,079** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 1,305 | n/a |
| Warrants | Financing transaction price | Financing price | 47 | n/a |
| | | | **1,352** | |

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 6.21 | 6.21 | 8.12 | 8.12 |
| Series F | 11.68 | 11.69 | 15.18 | 15.19 |
| Series G | 6.27 | 6.27 | 8.20 | 8.20 |
| Series I | 14.28 | 14.29 | 18.44 | 18.45 |
| Series O | 14.35 | 14.36 | 18.53 | 18.54 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 784,463 | 622,042 |
| Purchased options | 14,575 | 16,417 |
| Unrealized gain on currency forward contracts | 1,031 | 1,175 |
| Cash | 208,537 | 747,837 |
| Deposits with brokers for securities sold short | – | 14,598 |
| Margin deposited on derivatives | 301,728 | 350,272 |
| Receivable for securities sold | 48,645 | 16,187 |
| Subscriptions receivable | 2,448 | 4,314 |
| Accrued investment income and other | 758 | 833 |
| | **1,362,185** | **1,773,675** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Non-derivative financial liabilities | – | 14,739 |
| Management fee payable | 1,144 | 1,440 |
| Payable for securities purchased | 32,206 | 32,714 |
| Redemptions payable | 3,462 | 5,349 |
| Accrued expenses | 217 | 277 |
| Distributions payable | 2 | – |
| Liability for written options | 21,349 | 24,116 |
| Unrealized loss on currency forward contracts | 4,185 | 16,494 |
| | **62,565** | **95,129** |
| **Net assets attributable to holders of redeemable units** | **1,299,620** | **1,678,546** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 446,772 | 552,500 |
| Series E | 37,494 | 49,236 |
| Series F | 233,426 | 301,565 |
| Series FH (in equivalent CAD) | 18,810 | 24,032 |
| Series FI | 94,855 | 137,633 |
| Series H (in equivalent CAD) | 17,232 | 23,197 |
| Series I | 34,929 | 43,783 |
| Series IP | 12,057 | 14,568 |
| Series O | 389,354 | 532,032 |
| Series U | 14,691 | n/a |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 14,010 | 18,478 |
| Series H | 12,835 | 17,836 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 10.58 | 10.77 |
| Series E | 10.65 | 10.84 |
| Series F | 10.60 | 10.79 |
| Series FH (in equivalent CAD) | 12.56 | 12.35 |
| Series FI | 10.65 | 10.84 |
| Series H (in equivalent CAD) | 13.77 | 13.52 |
| Series I | 10.58 | 10.79 |
| Series IP | 10.64 | 10.84 |
| Series O | 10.47 | 10.67 |
| Series U | 9.97 | n/a |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series FH | 9.36 | 9.50 |
| Series H | 10.25 | 10.40 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 6,136 | 1,005 |
| Interest for distribution purposes | 917 | 20,094 |
| Net realized gain (loss) on non-derivative financial assets | 8,901 | 1,176 |
| Net realized gain (loss) on non-derivative financial liabilities | (986) | – |
| Net realized gain (loss) on options contracts | 10,283 | 58,515 |
| Net realized gain (loss) on currency forward contracts | (51,454) | (60,869) |
| Net realized gain (loss) on futures contracts | – | (16,659) |
| Net realized gain (loss) on swap contracts | 1 | (9,363) |
| Change in unrealized gain (loss) on non-derivative financial assets | 1,469 | (18,273) |
| Change in unrealized gain (loss) on non-derivative financial liabilities | 141 | – |
| Change in unrealized gain (loss) on options contracts | 22,771 | (3,845) |
| Change in unrealized gain (loss) on currency forward contracts | 12,165 | (5,064) |
| Change in unrealized gain (loss) on swap contracts | – | (73) |
| Dividend and interest expense on securities sold short | (178) | – |
| Net gain (loss) on investments | **10,166** | **(33,356)** |
| Securities lending | 25 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 21,093 | 44,327 |
| Total income (loss), net | **31,284** | **10,971** |
| **EXPENSES** | | |
| Management fees (note 5) | 6,973 | 6,506 |
| Fixed administration fees (note 6) | 1,325 | 1,209 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 23 | 36 |
| Foreign withholding taxes/tax reclaims | 773 | 114 |
| Other fund costs | 24 | – |
| Harmonized Sales Tax/Goods and Services Tax | 953 | 894 |
| Transaction costs | 1,384 | 2,586 |
| Total expenses | **11,456** | **11,346** |
| Expenses absorbed by the Manager | (3) | (219) |
| Net expenses | **11,453** | **11,127** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **19,831** | **(156)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 3,761 | (147) |
| Series E | 313 | (108) |
| Series F | 3,309 | 836 |
| Series FH (in equivalent CAD) | 1,013 | 1,623 |
| Series FI | 1,569 | 108 |
| Series H (in equivalent CAD) | 811 | 1,931 |
| Series I | 719 | 445 |
| Series IP | 233 | 244 |
| Series O | 7,881 | (5,088) |
| Series U | 222 | n/a |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 768 | 1,228 |
| Series H | 615 | 1,461 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.08 | –** |
| Series E | 0.08 | (0.02) |
| Series F | 0.13 | 0.04 |
| Series FH (in equivalent CAD) | 0.56 | 1.23 |
| Series FI | 0.13 | 0.01 |
| Series H (in equivalent CAD) | 0.51 | 1.47 |
| Series I | 0.19 | 0.13 |
| Series IP | 0.18 | 0.19 |
| Series O | 0.18 | (0.17) |
| Series U | 0.23 | n/a |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.42 | 0.93 |
| Series H | 0.39 | 1.11 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 47,380,956 | 38,747,854 |
| Series E | 4,164,702 | 4,151,689 |
| Series F | 25,789,486 | 20,553,706 |
| Series FH | 1,799,905 | 1,322,236 |
| Series FI | 11,643,641 | 8,719,829 |
| Series H | 1,590,664 | 1,310,625 |
| Series I | 3,858,049 | 3,415,363 |
| Series IP | 1,271,653 | 1,229,022 |
| Series O | 42,818,992 | 29,128,782 |
| Series U | 978,392 | n/a |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 552,500 | 317,830 |
| Series E | 49,236 | 30,066 |
| Series F | 301,565 | 155,644 |
| Series FH | 24,032 | 7,429 |
| Series FI | 137,633 | 58,094 |
| Series H | 23,197 | 14,348 |
| Series I | 43,783 | 31,531 |
| Series IP | 14,568 | 13,074 |
| Series O | 532,032 | 45,803 |
| Series U | – | n/a |
| | **1,678,546** | **673,819** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 3,761 | (147) |
| Series E | 313 | (108) |
| Series F | 3,309 | 836 |
| Series FH | 1,013 | 1,623 |
| Series FI | 1,569 | 108 |
| Series H | 811 | 1,931 |
| Series I | 719 | 445 |
| Series IP | 233 | 244 |
| Series O | 7,881 | (5,088) |
| Series U | 222 | n/a |
| | **19,831** | **(156)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | – | (13,819) |
| Series E | – | (1,402) |
| Series F | – | (8,410) |
| Series FH | – | (588) |
| Series FI | – | (3,529) |
| Series H | – | (628) |
| Series I | – | (1,687) |
| Series IP | – | (608) |
| Series O | – | (12,607) |
| From return of capital | | |
| Series A | (12,831) | – |
| Series E | (1,153) | – |
| Series F | (8,635) | – |
| Series FH | (635) | – |
| Series FI | (3,958) | – |
| Series H | (461) | – |
| Series I | (1,519) | – |
| Series IP | (499) | – |
| Series O | (16,552) | (32) |
| Series U | (215) | n/a |
| | **(46,458)** | **(43,310)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 29,530 | 270,240 |
| Series E | 5,330 | 45,686 |
| Series F | 38,744 | 176,295 |
| Series FH | 2,544 | 17,502 |
| Series FI | 15,996 | 75,570 |
| Series H | 809 | 10,587 |
| Series I | 3,371 | 20,758 |
| Series IP | 116 | 1,887 |
| Series O | 39,004 | 384,822 |
| Series U | 14,787 | n/a |
| Reinvested distributions | | |
| Series A | 10,025 | 10,732 |
| Series E | 794 | 1,087 |
| Series F | 5,235 | 4,831 |
| Series FH | 376 | 414 |
| Series FI | 2,546 | 2,500 |
| Series H | 320 | 452 |
| Series I | 922 | 1,277 |
| Series IP | 230 | 282 |
| Series O | 8,805 | 12,639 |
| Payments on redemption | | |
| Series A | (136,213) | (45,629) |
| Series E | (17,026) | (15,289) |
| Series F | (106,792) | (34,092) |
| Series FH | (8,520) | (925) |
| Series FI | (58,931) | (12,148) |
| Series H | (7,444) | (2,663) |
| Series I | (12,347) | (9,032) |
| Series IP | (2,591) | (511) |
| Series O | (181,816) | (14,385) |
| Series U | (103) | n/a |
| | **(352,299)** | **902,887** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (105,728) | 221,377 |
| Series E | (11,742) | 29,974 |
| Series F | (68,139) | 139,460 |
| Series FH | (5,222) | 18,026 |
| Series FI | (42,778) | 62,501 |
| Series H | (5,965) | 9,679 |
| Series I | (8,854) | 11,761 |
| Series IP | (2,511) | 1,294 |
| Series O | (142,678) | 365,349 |
| Series U | 14,691 | n/a |
| | **(378,926)** | **859,421** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 446,772 | 539,207 |
| Series E | 37,494 | 60,040 |
| Series F | 233,426 | 295,104 |
| Series FH | 18,810 | 25,455 |
| Series FI | 94,855 | 120,595 |
| Series H | 17,232 | 24,027 |
| Series I | 34,929 | 43,292 |
| Series IP | 12,057 | 14,368 |
| Series O | 389,354 | 411,152 |
| Series U | 14,691 | n/a |
| | **1,299,620** | **1,533,240** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 19,831 | (156) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (8,901) | (1,176) |
| Net realized (gain) loss on non-derivative financial liabilities | 986 | – |
| Net realized (gain) loss on options contracts | (10,283) | (58,515) |
| Unrealized foreign currency translation (gain) loss | (98) | (31,144) |
| Change in unrealized (gain) loss on non-derivative financial assets | (1,469) | 18,273 |
| Change in unrealized (gain) loss on non-derivative financial liabilities | (141) | – |
| Change in unrealized (gain) loss on options contracts | (22,771) | 3,845 |
| Change in unrealized (gain) loss on currency forward contracts | (12,165) | 5,064 |
| Change in unrealized (gain) loss on swap contracts | – | 73 |
| Purchases of portfolio investments | (1,534,933) | (1,151,915) |
| Proceeds from sale of portfolio investments | 1,366,461 | 873,363 |
| Deposits with brokers for securities sold short | 14,598 | – |
| Payable for interest and dividends on securities sold short | – | (1) |
| Margin deposited on derivatives | 48,544 | (304,074) |
| Accrued investment income and other | 75 | (178) |
| Accrued expenses and other payables | (356) | 752 |
| **Net cash provided by (used in) operating activities** | **(140,622)** | **(645,789)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 131,780 | 965,683 |
| Amounts paid on redemption of redeemable units | (513,353) | (86,836) |
| Distributions to unitholders of redeemable units | (17,203) | (9,097) |
| **Net cash provided by (used in) financing activities** | **(398,776)** | **869,750** |
| Unrealized foreign currency translation gain (loss) | 98 | 31,144 |
| Net increase (decrease) in cash | (539,300) | 255,105 |
| Cash (bank overdraft), beginning of period | 747,837 | 333,627 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **208,537** | **588,732** |
| Interest paid[1] | 23 | 36 |
| Interest received[1] | 1,138 | 19,894 |
| Dividends paid[1] | 152 | – |
| Dividends received, net of withholding taxes[1] | 5,250 | 748 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (51.6%)** | | | |
| **Belgium (0.8%)** | | | |
| Anheuser-Busch InBev NV/SA, Sponsored ADR | 76,500 | **10,619** | **10,828** |
| **Canada (0.1%)** | | | |
| Loblaw Companies Limited | 12,800 | **882** | **907** |
| **United Kingdom (3.5%)** | | | |
| Nielsen Holdings PLC | 336,500 | 22,118 | 18,954 |
| Royal Dutch Shell PLC, Sponsored ADR, "B" Shares | 340,000 | 23,876 | 26,464 |
| | | **45,994** | **45,418** |
| **United States (47.2%)** | | | |
| Activision Blizzard, Inc. | 548,000 | 27,903 | 26,570 |
| Alerian MLP ETF | 860,000 | 14,239 | 14,567 |
| Amazon.com, Inc. | 27,500 | 27,385 | 27,701 |
| American Express Company | 300 | 27 | 30 |
| Anadarko Petroleum Corporation | 85,000 | 7,710 | 7,958 |
| Apple Inc. | 290,942 | 42,286 | 45,259 |
| Broadcom Limited | 72,500 | 16,592 | 17,214 |
| Cabot Oil & Gas Corporation | 156,100 | 5,144 | 4,896 |
| Costco Wholesale Corporation | 131,000 | 25,733 | 28,162 |
| Crown Castle International Corp. | 41,200 | 4,859 | 4,800 |
| Dollar Tree, Inc. | 400,500 | 43,952 | 41,504 |
| Eli Lilly and Company | 102,500 | 10,253 | 10,126 |
| EOG Resources, Inc. | 42,300 | 5,155 | 5,742 |
| Facebook, Inc., Class "A" | 120,550 | 19,684 | 18,637 |
| Intel Corporation | 226,700 | 10,637 | 11,048 |
| Kimberly-Clark Corporation | 46,600 | 7,458 | 7,140 |
| Kraft Heinz Company (The) | 70,000 | 7,909 | 8,210 |
| Marathon Oil Corporation | 287,200 | 6,938 | 6,675 |
| Medtronic PLC | 102,000 | 10,691 | 9,759 |
| Merck & Co., Inc. | 365,500 | 29,798 | 28,891 |
| Microsoft Corporation | 376,400 | 28,076 | 31,405 |
| Monster Beverage Corporation | 676,000 | 42,899 | 40,246 |
| Pfizer Inc. | 819,000 | 36,590 | 35,734 |
| Pioneer Natural Resources Company | 21,800 | 5,197 | 5,272 |
| Rite Aid Corporation | 349,000 | 3,610 | 3,861 |
| salesforce.com, inc. | 140,000 | 13,492 | 12,872 |
| SBA Communications Corporation | 34,000 | 4,897 | 4,714 |
| Simon Property Group, Inc. | 30,000 | 7,621 | 7,170 |
| Starbucks Corporation | 412,600 | 29,985 | 30,758 |
| Starwood Global Opportunity Fund X, LP, Restricted* | 2,666 | 3,050 | 3,704 |
| Thermo Fisher Scientific Inc. | 36,900 | 7,197 | 6,992 |
| TJX Companies, Inc. (The) | 128,300 | 13,041 | 12,950 |
| Under Armour, Inc., Class "C" | 428,100 | 14,901 | 14,468 |
| V.F. Corporation | 103,500 | 8,090 | 7,414 |
| **EQUITIES (51.6%) (cont'd)** | | | |
| **United States (47.2%) (cont'd)** | | | |
| VanEck Vectors Oil Services ETF | 515,000 | 22,007 | 23,082 |
| Visa Inc., Class "A" | 4,100 | 405 | 430 |
| Walgreens Boots Alliance, Inc. | 425,500 | 47,377 | 47,299 |
| | | **612,788** | **613,260** |
| **INVESTMENTS IN UNDERLYING FUNDS (8.8%)** | | | |
| Dynamic Alternative Investments Private Pool Class, Series "O" | 11,126,721 | **109,377** | **114,050** |
| **PURCHASED OPTIONS (1.1%)** | | **28,762** | **14,575** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (61.5%)** | | **808,422** | **799,038** |
| **TRANSACTION COSTS (0.0%)** | | **(238)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (61.5%)** | | **808,184** | **799,038** |
| **WRITTEN OPTIONS (–1.6%)** | | **–** | **(21,349)** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.2%)** | | **–** | **(3,154)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (16.0%)** | | | |
| Canadian | | 11,915 | 11,915 |
| Foreign | | 196,611 | 196,622 |
| | | **208,526** | **208,537** |
| **OTHER NET ASSETS (LIABILITIES) (24.3%)** | | | **316,548** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **1,299,620** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Purchased Options

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Paid ($000s) | Current Value ($000s) |
|---|---|---|---|---|---|---|---|---|
| Facebook, Inc., Class "A", 122.00 Call, Dec. 30 16 | Call | 485 | 48,500 | 30-Dec-16 | 122.00 | USD | 144 | – |
| Facebook, Inc., Class "A", 124.00 Call, Dec. 30 16 | Call | 970 | 97,000 | 30-Dec-16 | 124.00 | USD | 232 | 1 |
| Starbucks Corporation, 61.00 Call, Dec. 30 16 | Call | 4,126 | 412,600 | 30-Dec-16 | 61.00 | USD | 189 | – |
| USD Call / CAD Put, 1.35 Call, Dec. 30 16 | Call | 281,039,600 | 281,039,600 | 30-Dec-16 | 1.35 | USD | 4,520 | – |
| USD Call / CAD Put, 1.36 Call, Dec. 30 16 | Call | 140,435,660 | 140,435,660 | 30-Dec-16 | 1.36 | USD | 1,500 | – |
| USD Call / CAD Put, 1.42 Call, Dec. 30 16 | Call | 140,435,660 | 140,435,660 | 30-Dec-16 | 1.42 | USD | 2 | – |
| USD Put / CAD Call, 1.28 Put, Dec. 30 16 | Put | 281,039,600 | 281,039,600 | 30-Dec-16 | 1.28 | USD | 663 | – |
| Biogen Inc., 320.00 Call, Jan. 20 17 | Call | 375 | 37,500 | 20-Jan-17 | 320.00 | USD | 177 | 69 |
| CVS Health Corporation, 92.50 Call, Jan. 20 17 | Call | 1,339 | 133,900 | 20-Jan-17 | 92.50 | USD | 294 | 1 |
| Dollar Tree, Inc., 85.00 Call, Jan. 20 17 | Call | 4,005 | 400,500 | 20-Jan-17 | 85.00 | USD | 1,085 | 134 |
| Equinix, Inc., 370.00 Call, Jan. 20 17 | Call | 980 | 98,000 | 20-Jan-17 | 370.00 | USD | 740 | 418 |
| Financial Select Sector SPDR Fund (The), 21.00 Put, Jan. 20 17 | Put | 500 | 50,000 | 20-Jan-17 | 21.00 | USD | 17 | 2 |
| Hershey Company (The), 85.00 Put, Jan. 20 17 | Put | 1,439 | 143,900 | 20-Jan-17 | 85.00 | USD | 841 | 60 |
| Illumina, Inc., 160.00 Call, Jan. 20 17 | Call | 950 | 95,000 | 20-Jan-17 | 160.00 | USD | 444 | 57 |
| Kellogg Company, 82.50 Call, Jan. 20 17 | Call | 1,495 | 149,500 | 20-Jan-17 | 82.50 | USD | 282 | 15 |
| Merck & Co., Inc., 62.00 Call, Jan. 20 17 | Call | 1,827 | 182,700 | 20-Jan-17 | 62.00 | USD | 116 | 36 |
| Wal-Mart Stores, Inc., 65.00 Put, Jan. 20 17 | Put | 2,025 | 202,500 | 20-Jan-17 | 65.00 | USD | 679 | 56 |
| iShares 20+ Year Treasury Bond Fund ETF, 123.00 Call, Feb. 17 17 | Call | 9,600 | 960,000 | 17-Feb-17 | 123.00 | USD | 1,436 | 1,289 |
| Nabors Industries Ltd., 18.00 Put, Feb. 17 17 | Call | 7,000 | 700,000 | 17-Feb-17 | 18.00 | USD | 618 | 503 |
| SPDR S&P 500 ETF Trust, 210.00 Put, Feb. 17 17 | Put | 12,800 | 1,280,000 | 17-Feb-17 | 210.00 | USD | 4,298 | 2,002 |
| SPDR S&P 500 ETF Trust, 214.00 Put, Feb. 17 17 | Put | 12,800 | 1,280,000 | 17-Feb-17 | 214.00 | USD | 3,470 | 2,870 |
| Chicago Board Options Exchange Volatility Index (The), 23.00 Call, Mar. 22 17 | Call | 13,030 | 1,303,000 | 22-Mar-17 | 23.00 | USD | 2,700 | 2,318 |
| Novartis AG, 72.50 Call, Apr. 21 17 | Call | 3,480 | 348,000 | 21-Apr-17 | 72.50 | USD | 1,002 | 1,215 |
| Constellation Brands, Inc., Class "A", 165.00 Call, Jan. 19 18 | Call | 2,400 | 240,000 | 19-Jan-18 | 165.00 | USD | 3,313 | 3,529 |
| | | | | | | | **28,762** | **14,575** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Written Options**

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| Broadcom Limited, 160.00 Put, Dec. 30 16 | Put | (65) | (6,500) | 30-Dec-16 | 160.00 | USD | (14) | – |
| Facebook, Inc., Class "A", 129.00 Call, Dec. 30 16 | Call | (1,940) | (194,000) | 30-Dec-16 | 129.00 | USD | (167) | (1) |
| Facebook, Inc., Class "A", 132.00 Call, Dec. 30 16 | Call | (485) | (48,500) | 30-Dec-16 | 132.00 | USD | (25) | – |
| USD Call / CAD Put, 1.36 Call, Dec. 30 16 | Call | (140,435,660) | (140,435,660) | 30-Dec-16 | 1.36 | USD | (302) | – |
| USD Call / CAD Put, 1.41 Call, Dec. 30 16 | Call | (281,039,600) | (281,039,600) | 30-Dec-16 | 1.41 | USD | (1,385) | – |
| USD Call / CAD Put, 1.42 Call, Dec. 30 16 | Call | (140,435,660) | (140,435,660) | 30-Dec-16 | 1.42 | USD | (350) | – |
| USD Put / CAD Call, 1.28 Put, Dec. 30 16 | Put | (281,039,600) | (281,039,600) | 30-Dec-16 | 1.28 | USD | (2,540) | – |
| USD Put / CAD Call, 1.29 Put, Dec. 30 16 | Put | (140,435,660) | (140,435,660) | 30-Dec-16 | 1.29 | USD | (631) | – |
| Walgreens Boots Alliance, Inc., 84.00 Call, Dec. 30 16 | Call | (1,330) | (133,000) | 30-Dec-16 | 84.00 | USD | (247) | (3) |
| Electronic Arts, Inc., 71.50 Put, Jan. 06 17 | Put | (713) | (71,300) | 6-Jan-17 | 71.50 | USD | (88) | (24) |
| HCA Holdings, Inc., 64.00 Put, Jan. 06 17 | Put | (800) | (80,000) | 6-Jan-17 | 64.00 | USD | (65) | (8) |
| Visa Inc., Class "A", 76.00 Put, Jan. 06 17 | Put | (1,020) | (102,000) | 6-Jan-17 | 76.00 | USD | (144) | (18) |
| VMware, Inc., Class "A", 76.50 Put, Jan. 06 17 | Put | (665) | (66,500) | 6-Jan-17 | 76.50 | USD | (66) | (25) |
| Citigroup Inc., 54.00 Put, Jan. 13 17 | Put | (330) | (33,000) | 13-Jan-17 | 54.00 | USD | (27) | (3) |
| Abbott Laboratories, 37.00 Put, Jan. 20 17 | Put | (1,870) | (187,000) | 20-Jan-17 | 37.00 | USD | (145) | (95) |
| Affiliated Managers Group, Inc., 140.00 Put, Jan. 20 17 | Put | (380) | (38,000) | 20-Jan-17 | 140.00 | USD | (115) | (92) |
| Affiliated Managers Group, Inc., 150.00 Put, Jan. 20 17 | Put | (450) | (45,000) | 20-Jan-17 | 150.00 | USD | (115) | (411) |
| Amazon.com, Inc., 720.00 Put, Jan. 20 17 | Put | (90) | (9,000) | 20-Jan-17 | 720.00 | USD | (96) | (73) |
| Biogen Inc., 265.00 Put, Jan. 20 17 | Put | (250) | (25,000) | 20-Jan-17 | 265.00 | USD | (177) | (133) |
| Broadcom Limited, 165.00 Put, Jan. 20 17 | Put | (420) | (42,000) | 20-Jan-17 | 165.00 | USD | (112) | (69) |
| Cabot Oil & Gas Corporation, 24.00 Put, Jan. 20 17 | Put | (2,000) | (200,000) | 20-Jan-17 | 24.00 | USD | (333) | (356) |
| Celgene Corporation, 100.00 Put, Jan. 20 17 | Put | (600) | (60,000) | 20-Jan-17 | 100.00 | USD | (92) | (19) |
| Charter Communications, Inc., Class "A", 255.00 Put, Jan. 20 17 | Put | (200) | (20,000) | 20-Jan-17 | 255.00 | USD | (118) | (22) |
| Charter Communications, Inc., Class "A", 260.00 Put, Jan. 20 17 | Put | (200) | (20,000) | 20-Jan-17 | 260.00 | USD | (87) | (32) |
| Citigroup Inc., 57.50 Put, Jan. 20 17 | Put | (4,545) | (454,500) | 20-Jan-17 | 57.50 | USD | (445) | (476) |
| Comcast Corporation, Class "A", 65.00 Put, Jan. 20 17 | Put | (800) | (80,000) | 20-Jan-17 | 65.00 | USD | (79) | (32) |
| ConocoPhillips, 46.00 Put, Jan. 20 17 | Put | (1,200) | (120,000) | 20-Jan-17 | 46.00 | USD | (98) | (37) |
| Costco Wholesale Corporation, 155.00 Call, Jan. 20 17 | Call | (612) | (61,200) | 20-Jan-17 | 155.00 | USD | (653) | (514) |
| CVS Health Corporation, 97.50 Call, Jan. 20 17 | Call | (1,339) | (133,900) | 20-Jan-17 | 97.50 | USD | (92) | (6) |
| Electronic Arts, Inc., 75.00 Put, Jan. 20 17 | Put | (700) | (70,000) | 20-Jan-17 | 75.00 | USD | (71) | (64) |
| Equinix, Inc., 320.00 Put, Jan. 20 17 | Put | (200) | (20,000) | 20-Jan-17 | 320.00 | USD | (88) | (30) |
| Equinix, Inc., 330.00 Put, Jan. 20 17 | Put | (490) | (49,000) | 20-Jan-17 | 330.00 | USD | (282) | (112) |
| Equinix, Inc., 390.00 Call, Jan. 20 17 | Call | (980) | (98,000) | 20-Jan-17 | 390.00 | USD | (205) | (49) |
| Financial Select Sector SPDR Fund (The), 20.00 Put, Jan. 20 17 | Put | (1,000) | (100,000) | 20-Jan-17 | 20.00 | USD | (15) | (3) |
| Hershey Company (The), 65.00 Put, Jan. 20 17 | Put | (1,439) | (143,900) | 20-Jan-17 | 65.00 | USD | (140) | (5) |
| Illumina, Inc., 120.00 Put, Jan. 20 17 | Put | (950) | (95,000) | 20-Jan-17 | 120.00 | USD | (501) | (408) |
| Intel Corporation, 36.00 Call, Jan. 20 17 | Call | (2,267) | (226,700) | 20-Jan-17 | 36.00 | USD | (86) | (257) |
| Kellogg Company, 70.00 Put, Jan. 20 17 | Put | (1,495) | (149,500) | 20-Jan-17 | 70.00 | USD | (280) | (55) |
| KLA-Tencor Corporation, 75.00 Put, Jan. 20 17 | Put | (1,550) | (155,000) | 20-Jan-17 | 75.00 | USD | (172) | (166) |
| Kraft Heinz Company (The), 87.50 Call, Jan. 20 17 | Call | (700) | (70,000) | 20-Jan-17 | 87.50 | USD | (172) | (146) |
| Lennar Corporation, Class "A", 41.00 Put, Jan. 20 17 | Put | (1,200) | (120,000) | 20-Jan-17 | 41.00 | USD | (72) | (52) |
| Medtronic PLC, 70.00 Put, Jan. 20 17 | Put | (750) | (75,000) | 20-Jan-17 | 70.00 | USD | (121) | (79) |
| Merck & Co., Inc., 63.00 Call, Jan. 20 17 | Call | (3,654) | (365,400) | 20-Jan-17 | 63.00 | USD | (121) | (44) |
| Nielsen Holdings PLC, 44.00 Call, Jan. 20 17 | Call | (1,165) | (116,500) | 20-Jan-17 | 44.00 | USD | (94) | (31) |
| Nielsen Holdings PLC, 45.00 Call, Jan. 20 17 | Call | (2,200) | (220,000) | 20-Jan-17 | 45.00 | USD | (94) | (66) |
| Novartis AG, Sponsored ADR, 67.50 Put, Jan. 20 17 | Put | (398) | (39,800) | 20-Jan-17 | 67.50 | USD | (65) | (7) |
| Royal Dutch Shell PLC, Sponsored ADR, "B" Shares, 60.00 Call, Jan. 20 17 | Call | (1,700) | (170,000) | 20-Jan-17 | 60.00 | USD | (96) | (68) |
| Sherwin-Williams Company (The), 260.00 Put, Jan. 20 17 | Put | (200) | (20,000) | 20-Jan-17 | 260.00 | USD | (91) | (56) |
| Simon Property Group, Inc., 170.00 Put, Jan. 20 17 | Put | (300) | (30,000) | 20-Jan-17 | 170.00 | USD | (94) | (52) |
| VF Corporation, 50.00 Put, Jan. 20 17 | Put | (1,035) | (103,500) | 20-Jan-17 | 50.00 | USD | (68) | (56) |
| VF Corporation, 60.00 Call, Jan. 20 17 | Call | (1,035) | (103,500) | 20-Jan-17 | 60.00 | USD | (82) | (14) |
| Wal-Mart Stores, Inc., 57.50 Put, Jan. 20 17 | Put | (4,050) | (405,000) | 20-Jan-17 | 57.50 | USD | (570) | (27) |
| Alphabet Inc., Class "A", 755.00 Put, Jan. 27 17 | Put | (65) | (6,500) | 27-Jan-17 | 755.00 | USD | (62) | (104) |
| Alphabet Inc., Class "A", 780.00 Put, Jan. 27 17 | Put | (200) | (20,000) | 27-Jan-17 | 780.00 | USD | (342) | (536) |
| Bank of America Corporation, 20.00 Put, Jan. 27 17 | Put | (2,500) | (250,000) | 27-Jan-17 | 20.00 | USD | (74) | (45) |
| Bank of America Corporation, 20.50 Put, Jan. 27 17 | Put | (2,500) | (250,000) | 27-Jan-17 | 20.50 | USD | (72) | (70) |
| Comcast Corporation, Class "A", 67.00 Put, Jan. 27 17 | Put | (800) | (80,000) | 27-Jan-17 | 67.00 | USD | (66) | (106) |
| Eli Lilly and Company, 76.50 Call, Jan. 27 17 | Call | (1,025) | (102,500) | 27-Jan-17 | 76.50 | USD | (101) | (82) |
| Facebook, Inc., Class "A", 109.00 Put, Jan. 27 17 | Put | (442) | (44,200) | 27-Jan-17 | 109.00 | USD | (65) | (91) |
| Medtronic PLC, 70.50 Put, Jan. 27 17 | Put | (700) | (70,000) | 27-Jan-17 | 70.50 | USD | (83) | (106) |
| NVIDIA Corporation, 87.00 Put, Jan. 27 17 | Put | (550) | (55,000) | 27-Jan-17 | 87.00 | USD | (65) | (47) |
| Oracle Corporation, 37.50 Put, Jan. 27 17 | Put | (1,400) | (140,000) | 27-Jan-17 | 37.50 | USD | (71) | (77) |
| Pfizer Inc., 34.00 Call, Jan. 27 17 | Call | (3,700) | (370,000) | 27-Jan-17 | 34.00 | USD | (90) | (62) |
| salesforce.com, inc., 74.50 Call, Jan. 27 17 | Call | (1,400) | (140,000) | 27-Jan-17 | 74.50 | USD | (127) | (70) |
| Visa Inc., Class "A", 75.00 Put, Jan. 27 17 | Put | (675) | (67,500) | 27-Jan-17 | 75.00 | USD | (96) | (83) |
| Broadcom Limited, 165.00 Put, Feb. 03 17 | Put | (300) | (30,000) | 3-Feb-17 | 165.00 | USD | (85) | (84) |
| Comcast Corporation, Class "A", 66.00 Put, Feb. 03 17 | Put | (800) | (80,000) | 3-Feb-17 | 66.00 | USD | (78) | (94) |
| Dollar Tree, Inc., 92.50 Call, Feb. 17 17 | Call | (1,610) | (161,000) | 17-Feb-17 | 92.50 | USD | (506) | (81) |
| Kroger Co. (The), 32.00 Put, Feb. 17 17 | Put | (1,500) | (150,000) | 17-Feb-17 | 32.00 | USD | (83) | (91) |
| Nabors Industries Ltd., 15.00 Put, Feb. 17 17 | Put | (7,000) | (700,000) | 17-Feb-17 | 15.00 | USD | (581) | (573) |
| Nabors Industries Ltd., 21.00 Call, Feb. 17 17 | Call | (7,000) | (700,000) | 17-Feb-17 | 21.00 | USD | (140) | (141) |
| Red Hat, Inc., 65.00 Put, Feb. 17 17 | Put | (1,500) | (150,000) | 17-Feb-17 | 65.00 | USD | (238) | (201) |
| Chicago Board Options Exchange Volatility Index (The), 17.00 Call, Mar. 22 17 | Call | (6,515) | (651,500) | 22-Mar-17 | 17.00 | USD | (2,501) | (2,384) |
| Novartis AG, 67.50 Put, Apr. 21 17 | Put | (1,160) | (116,000) | 21-Apr-17 | 67.50 | USD | (558) | (249) |
| Novartis AG, 77.50 Call, Apr. 21 17 | Call | (3,480) | (348,000) | 21-Apr-17 | 77.50 | USD | (317) | (397) |
| iShares 20+ Year Treasury Bond Fund ETF, 126.00 Call, Jun. 16 17 | Call | (4,800) | (480,000) | 16-Jun-17 | 126.00 | USD | (1,165) | (1,270) |
| SPDR S&P 500 ETF Trust, 200.00 Put, Jun. 30 17 | Put | (6,400) | (640,000) | 30-Jun-17 | 200.00 | USD | (4,219) | (3,351) |
| SPDR S&P 500 ETF Trust, 202.00 Put, Jun. 30 17 | Put | (6,400) | (640,000) | 30-Jun-17 | 202.00 | USD | (3,707) | (3,628) |
| Constellation Brands, Inc., Class "A", 115.00 Put, Jan. 19 18 | Put | (2,400) | (240,000) | 19-Jan-18 | 115.00 | USD | (1,217) | (1,370) |
| Constellation Brands, Inc., Class "A", 185.00 Call, Jan. 19 18 | Call | (2,400) | (240,000) | 19-Jan-18 | 185.00 | USD | (1,438) | (1,660) |
| | | | | | | | **(30,535)** | **(21,349)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 66,101 | (USD) (49,000) | 0.741 | 0.745 | 322 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 65,954 | (USD) (49,000) | 0.743 | 0.745 | 175 |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | CAD 65,997 | (USD) (49,000) | 0.742 | 0.745 | 218 |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | USD 24,300 | (CAD) (32,548) | 1.339 | 1.342 | 73 |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | USD 49,000 | (CAD) (65,542) | 1.338 | 1.342 | 237 |
| | | | | | | | **1,025** |

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 512 | (USD) (381) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 857 | (USD) (636) | 0.743 | 0.745 | 3 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 411 | (USD) (304) | 0.739 | 0.745 | 3 |
| | | | | | | | 6 |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **1,031** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 39,965 | (USD) (29,863) | 0.747 | 0.745 | (124) |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | CAD 11,171 | (USD) (8,368) | 0.749 | 0.745 | (62) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 449,719 | (USD) (336,836) | 0.749 | 0.745 | (2,457) |
| Goldman Sachs International | A-1 | 19-Jan-17 | CAD 71,876 | (USD) (53,733) | 0.748 | 0.745 | (257) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 225,888 | (USD) (168,800) | 0.747 | 0.745 | (713) |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | USD 49,000 | (CAD) (66,061) | 1.348 | 1.342 | (283) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 49,000 | (CAD) (65,869) | 1.344 | 1.342 | (90) |
| | | | | | | | **(3,986)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 842 | (USD) (633) | 0.752 | 0.745 | (8) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 2,488 | (USD) (1,897) | 0.762 | 0.745 | (58) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 624 | (USD) (466) | 0.747 | 0.745 | (2) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 355 | (CAD) (478) | 1.347 | 1.342 | (2) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 31,133 | (CAD) (41,922) | 1.347 | 1.342 | (129) |
| | | | | | | | **(199)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(4,185)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## 'The Fund (note 1)

The Fund's investment objective is to achieve high income and long-term capital appreciation by investing in a diversified portfolio of primarily income-producing derivatives and equity securities.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,320,543 | (769,612) | 550,931 | 42.4 |
| | **1,320,543** | **(769,612)** | **550,931** | **42.4** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 36,042 | (36,474) | (432) | (0.0) |
| | **36,042** | **(36,474)** | **(432)** | **(0.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,194,026 | (1,153,608) | 40,418 | 2.4 |
| Euro | – | 6,947 | 6,947 | 0.4 |
| | **1,194,026** | **(1,146,661)** | **47,365** | **2.8** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 47,229 | (47,086) | 143 | 0.0 |
| | **47,229** | **(47,086)** | **143** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $55,050,000 or approximately 3.1% (June 30, 2016 – $4,751,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 59.9% (June 30, 2016 – 35.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $77,769,000 (June 30, 2016 – $59,960,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **51.6** | **36.4** |
| Belgium | 0.8 | – |
| Canada | 0.1 | 3.3 |
| United Kingdom | 3.5 | – |
| United States | 47.2 | 33.1 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **8.8** | **0.6** |
| **PURCHASED OPTIONS** | **1.1** | **1.0** |
| **WRITTEN OPTIONS** | **(1.6)** | **(1.4)** |
| **SHORT POSITIONS – EQUITIES** | **–** | **(0.9)** |
| United States | – | (0.9) |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **16.0** | **45.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 666,709 | – | 3,704 | 670,413 |
| Underlying funds | 114,050 | – | – | 114,050 |
| Warrants, rights and options | 14,575 | – | – | 14,575 |
| Unrealized gain on currency forward contracts | – | 1,031 | – | 1,031 |
| | **795,334** | **1,031** | **3,704** | **800,069** |
| Liability for written options | (21,349) | – | – | (21,349) |
| Unrealized loss on currency forward contracts | – | (4,185) | – | (4,185) |
| | **773,985** | **(3,154)** | **3,704** | **774,535** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities – long | 608,282 | – | 3,289 | 611,571 |
| Underlying funds | 10,471 | – | – | 10,471 |
| Warrants, rights and options | 15,022 | 1,395 | – | 16,417 |
| Unrealized gain on currency forward contracts | – | 1,175 | – | 1,175 |
| | **633,775** | **2,570** | **3,289** | **639,634** |
| Equities – short | (14,739) | – | – | (14,739) |
| Liability for written options | (22,228) | (1,888) | – | (24,116) |
| Unrealized loss on currency forward contracts | – | (16,494) | – | (16,494) |
| | **596,808** | **(15,812)** | **3,289** | **584,285** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 3,289 | – |
| Purchases | 569 | 3,052 |
| Sales/Return on Capital | (476) | (95) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | – |
| Net changes in unrealized gain (loss)* | 322 | 332 |
| **End of period** | **3,704** | **3,289** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $322,000 and $331,000, respectively.

*Level 3 valuation techniques*

The table below summarizes the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in the valuation techniques to estimate the fair values of level 3 investments can vary considerably over time to time depending on company specific factors and economic or market conditions.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 3,704 | n/a |
| | | | **3,704** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June, 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 3,289 | – |
| | | | **3,289** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,031 | (848) | – | 183 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,031** | **(848)** | **–** | **183** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 4,185 | (848) | – | 3,337 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **4,185** | **(848)** | **–** | **3,337** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,175 | (730) | – | 445 |
| Options contracts – OTC | 1,395 | (1,081) | – | 314 |
| Swap contracts – OTC | – | – | – | – |
| | **2,570** | **(1,811)** | **–** | **759** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 16,494 | (730) | – | 15,764 |
| Options contracts – OTC | 1,888 | (1,081) | – | 807 |
| Swap contracts – OTC | – | – | – | – |
| | **18,382** | **(1,811)** | **–** | **16,571** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Alerian MLP ETF | 14,567 | 0.1 |
| Dynamic Alternative Investments Private Pool Class, Series "O" | 114,050 | 74.0 |
| Starwood Global Opportunity Fund X, LP, Restricted | 3,704 | 0.1 |
| VanEck Vectors Oil Services ETF | 23,082 | 1.4 |
| | **155,403** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Alternative Investments Private Pool Class, Series "O" | 10,471 | 17.4 |
| Starwood Global Opportunity Fund X, LP, Restricted* | 3,289 | 0.0 |
| | **13,760** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 10.58 | 10.58 | 10.77 | 10.77 |
| Series E | 10.65 | 10.65 | 10.84 | 10.84 |
| Series F | 10.60 | 10.60 | 10.79 | 10.79 |
| Series FH – USD Series | 9.35 | 9.36 | 9.50 | 9.50 |
| Series FI | 10.65 | 10.65 | 10.84 | 10.84 |
| Series H – USD Series | 10.25 | 10.25 | 10.40 | 10.40 |
| Series I | 10.58 | 10.58 | 10.79 | 10.79 |
| Series IP | 10.64 | 10.64 | 10.84 | 10.84 |
| Series O | 10.47 | 10.47 | 10.67 | 10.67 |
| Series U | 9.97 | 9.97 | n/a | n/a |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Resource Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 136,557 | 164,092 |
| Unrealized gain on currency forward contracts | 275 | – |
| Cash | 3,121 | 3,343 |
| Receivable for securities sold | 57 | 1,049 |
| Subscriptions receivable | 74 | 110 |
| Accrued investment income and other | 139 | 144 |
| | **140,223** | **168,738** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 217 | 261 |
| Redemptions payable | 456 | 236 |
| Accrued expenses | 21 | 26 |
| Unrealized loss on currency forward contracts | 49 | 566 |
| | **743** | **1,089** |
| **Net assets attributable to holders of redeemable units** | **139,480** | **167,649** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 85,300 | 102,352 |
| Series E | 173 | 318 |
| Series F | 7,885 | 13,492 |
| Series FI | 802 | 348 |
| Series G | 30,108 | 34,525 |
| Series I | 175 | 332 |
| Series IP | 6 | 6 |
| Series O | 15,027 | 16,271 |
| Series OP | 4 | 5 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 15.17 | 16.56 |
| Series E | 6.91 | 7.53 |
| Series F | 9.00 | 9.77 |
| Series FI | 7.22 | 7.84 |
| Series G | 15.10 | 16.48 |
| Series I | 8.59 | 9.27 |
| Series IP | 7.71 | 8.32 |
| Series O | 8.38 | 9.05 |
| Series OP | 7.93 | 8.56 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 645 | 1,382 |
| Interest for distribution purposes | 7 | 31 |
| Net realized gain (loss) on non-derivative financial assets | 4,784 | (15,846) |
| Net realized gain (loss) on currency forward contracts | (1,452) | (388) |
| Net realized gain (loss) on swap contracts | – | (1,693) |
| Change in unrealized gain (loss) on non-derivative financial assets | (16,582) | (6,162) |
| Change in unrealized gain (loss) on currency forward contracts | 792 | (233) |
| Change in unrealized gain (loss) on currency spot contracts | – | (2) |
| Net gain (loss) on investments | **(11,806)** | **(22,911)** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | (3) | 819 |
| Total income (loss), net | **(11,808)** | **(22,092)** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,328 | 1,098 |
| Fixed administration fees (note 6) | 128 | 103 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 4 | 20 |
| Harmonized Sales Tax/Goods and Services Tax | 142 | 116 |
| Transaction costs | 82 | 190 |
| Total expenses | **1,685** | **1,528** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,685** | **1,528** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(13,493)** | **(23,620)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (8,230) | (15,137) |
| Series E | (61) | (5) |
| Series F | (1,101) | (857) |
| Series FI | (89) | (45) |
| Series G | (2,805) | (5,266) |
| Series I | (22) | (55) |
| Series IP | –** | (1) |
| Series O | (1,184) | (2,253) |
| Series OP | (1) | (1) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (1.39) | (2.19) |
| Series E | (1.05) | (0.78) |
| Series F | (0.87) | (1.26) |
| Series FI | (0.88) | (1.15) |
| Series G | (1.37) | (2.17) |
| Series I | (0.70) | (1.15) |
| Series IP | –** | (0.98) |
| Series O | (0.66) | (1.12) |
| Series OP | –** | (1.00) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 5,938,453 | 6,932,692 |
| Series E | 58,146 | 6,091 |
| Series F | 1,263,561 | 681,971 |
| Series FI | 100,661 | 39,114 |
| Series G | 2,050,764 | 2,426,775 |
| Series I | 31,518 | 47,680 |
| Series IP | 746 | 746 |
| Series O | 1,794,618 | 2,011,480 |
| Series OP | 543 | 543 |

**This yields a non-zero amount which rounds to zero.

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Resource Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 102,352 | 97,729 |
| Series E | 318 | 22 |
| Series F | 13,492 | 5,580 |
| Series FI | 348 | 302 |
| Series G | 34,525 | 34,659 |
| Series I | 332 | 402 |
| Series IP | 6 | 5 |
| Series O | 16,271 | 15,948 |
| Series OP | 5 | 4 |
| | **167,649** | **154,651** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (8,230) | (15,137) |
| Series E | (61) | (5) |
| Series F | (1,101) | (857) |
| Series FI | (89) | (45) |
| Series G | (2,805) | (5,266) |
| Series I | (22) | (55) |
| Series IP | – | (1) |
| Series O | (1,184) | (2,253) |
| Series OP | (1) | (1) |
| | **(13,493)** | **(23,620)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 4,390 | 2,026 |
| Series E | 520 | 39 |
| Series F | 5,173 | 622 |
| Series FI | 658 | 63 |
| Series G | 1,751 | 823 |
| Series I | 94 | 14 |
| Series OP | – | – |
| Payments on redemption | | |
| Series A | (13,212) | (12,064) |
| Series E | (604) | (11) |
| Series F | (9,679) | (1,016) |
| Series FI | (115) | (82) |
| Series G | (3,363) | (5,679) |
| Series I | (229) | (230) |
| Series O | (60) | (2,646) |
| | **(14,676)** | **(18,141)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (17,052) | (25,175) |
| Series E | (145) | 23 |
| Series F | (5,607) | (1,251) |
| Series FI | 454 | (64) |
| Series G | (4,417) | (10,122) |
| Series I | (157) | (271) |
| Series IP | – | (1) |
| Series O | (1,244) | (4,899) |
| Series OP | (1) | (1) |
| | **(28,169)** | **(41,761)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 85,300 | 72,554 |
| Series E | 173 | 45 |
| Series F | 7,885 | 4,329 |
| Series FI | 802 | 238 |
| Series G | 30,108 | 24,537 |
| Series I | 175 | 131 |
| Series IP | 6 | 4 |
| Series O | 15,027 | 11,049 |
| Series OP | 4 | 3 |
| | **139,480** | **112,890** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (13,493) | (23,620) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (4,784) | 15,846 |
| Unrealized foreign currency translation (gain) loss | 26 | (579) |
| Change in unrealized (gain) loss on non-derivative financial assets | 16,582 | 6,162 |
| Change in unrealized (gain) loss on currency forward contracts | (792) | 233 |
| Change in unrealized (gain) loss on currency spot contracts | – | 2 |
| Purchases of portfolio investments | (18,963) | (28,439) |
| Proceeds from sale of portfolio investments | 35,692 | 49,067 |
| Accrued investment income and other | 5 | 15 |
| Accrued expenses and other payables | (49) | (72) |
| **Net cash provided by (used in) operating activities** | **14,224** | **18,615** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 9,680 | 2,599 |
| Amounts paid on redemption of redeemable units | (24,100) | (20,982) |
| **Net cash provided by (used in) financing activities** | **(14,420)** | **(18,383)** |
| Unrealized foreign currency translation gain (loss) | (26) | 579 |
| Net increase (decrease) in cash | (222) | 811 |
| Cash (bank overdraft), beginning of period | 3,343 | 10,351 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **3,121** | **11,162** |
| Interest received[1] | 7 | 31 |
| Dividends received, net of withholding taxes[1] | 645 | 1,376 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Resource Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (98.0%)** | | | |
| **Australia (17.1%)** | | | |
| Independence Group NL | 1,700,000 | 4,695 | 7,049 |
| International Petroleum Limited* | 28,572,260 | 6,346 | – |
| Kidman Resources Limited | 6,700,000 | 2,450 | 3,798 |
| Northern Star Resources Limited | 1,750,000 | 2,009 | 5,952 |
| S2 Resources Limited | 250,664 | 72 | 53 |
| Sandfire Resources NL | 200,000 | 1,096 | 1,092 |
| Western Areas NL | 1,500,000 | 4,988 | 4,446 |
| Xanadu Mines Limited | 7,000,000 | 1,339 | 1,422 |
| | | **22,995** | **23,812** |
| **Canada (67.4%)** | | | |
| Agnico-Eagle Mines Limited | 100,199 | 3,320 | 5,656 |
| ARC Resources Ltd. | 65,000 | 1,462 | 1,502 |
| Arizona Mining Inc. | 1,300,000 | 1,080 | 3,185 |
| Arizona Mining Inc., Restricted, Warrants, Sep. 02 17* | 524,500 | – | 972 |
| Canadian Natural Resources Limited | 148,800 | 5,500 | 6,367 |
| Detour Gold Corporation | 350,000 | 1,306 | 6,402 |
| HudBay Minerals Inc., Warrants, Jul. 20 18 | 209,000 | 413 | 95 |
| Iskander Energy Corp.* | 5,224,999 | 4,563 | – |
| IsoEnergy Ltd. | 1,167,000 | 1,167 | 963 |
| Lithium Americas Corp, | 400,000 | 325 | 320 |
| Lundin Mining Corporation | 1,200,000 | 5,995 | 7,680 |
| Minexco Minerals Corp.* | 5,000,000 | 500 | – |
| Neo Lithium Corporation | 860,000 | 860 | 920 |
| NexGen Energy Ltd. | 8,500,000 | 4,884 | 19,805 |
| Pembina Pipeline Corporation | 63,675 | 2,713 | 2,672 |
| PrairieSky Royalty Ltd. | 54,221 | 1,457 | 1,732 |
| Roxgold Inc. | 3,600,000 | 2,110 | 4,356 |
| SEMAFO Inc. | 800,000 | 3,775 | 3,536 |
| Seven Generations Energy Ltd., Class "A" | 195,200 | 2,650 | 6,112 |
| Spartan Energy Corp. | 917,700 | 2,485 | 3,056 |
| Steel Reef Infrastructure Corp., Restricted* | 955,000 | 1,266 | 1,958 |
| Suncor Energy Inc. | 157,277 | 5,577 | 6,904 |
| Teck Resources Limited, Class "B", Subordinated Voting | 64,000 | 1,748 | 1,720 |
| Tourmaline Oil Corp. | 66,200 | 2,291 | 2,377 |
| TransCanada Corporation | 61,003 | 2,725 | 3,693 |
| Whitecap Resources Inc. | 165,000 | 1,563 | 2,006 |
| | | **61,735** | **93,989** |
| **United Kingdom (3.9%)** | | | |
| Randgold Resources Limited, ADR | 53,000 | **4,327** | **5,433** |
| **EQUITIES (98.0%) (cont'd)** | | | |
| **United States (9.6%)** | | | |
| Anadarko Petroleum Corporation | 28,500 | 2,787 | 2,668 |
| Concho Resources Inc. | 10,100 | 1,430 | 1,798 |
| Devon Energy Corporation | 52,500 | 1,509 | 3,219 |
| EOG Resources, Inc. | 14,700 | 1,546 | 1,995 |
| Pioneer Natural Resources Company | 12,200 | 2,282 | 2,950 |
| Union Agriculture Group Corp.* | 871,221 | 10,172 | 693 |
| | | **19,726** | **13,323** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.0%)** | | **108,783** | **136,557** |
| **TRANSACTION COSTS (0.0%)** | | **(80)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.0%)** | | **108,703** | **136,557** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.2%)** | | **–** | **226** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.2%)** | | | |
| Canadian | | 3,102 | 3,102 |
| Foreign | | 19 | 19 |
| | | **3,121** | **3,121** |
| **OTHER NET ASSETS (LIABILITIES) (–0.4%)** | | | **(424)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **139,480** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD | 4,747 | (USD) | (3,525) | 0.742 | 0.745 | 16 |
| Goldman Sachs International | A-1 | 19-Jan-17 | CAD | 9,252 | (USD) | (6,872) | 0.743 | 0.745 | 28 |
| Bank of Montreal | A-1 | 17-Feb-17 | CAD | 4,740 | (AUD) | (4,817) | 1.016 | 1.032 | 72 |
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD | 497 | (GBP) | (298) | 0.600 | 0.603 | 3 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD | 10,155 | (AUD) | (10,319) | 1.016 | 1.032 | 155 |
| Royal Bank of Canada | A-1+ | 17-Feb-17 | GBP | 150 | (CAD) | (248) | 1.654 | 1.658 | 1 |
| | | | | | | | | | **275** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | GBP | 148 | (CAD) | (246) | 1.659 | 1.658 | – |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD | 6,138 | (CAD) | (8,288) | 1.350 | 1.342 | (49) |
| | | | | | | | | | **(49)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Resource Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital appreciation by investing primarily in equity securities of businesses around the world involved in resource-based activities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Australian Dollar | 23,832 | (14,668) | 9,164 | 6.6 |
| US Dollar | 18,761 | (5,716) | 13,045 | 9.4 |
| Pound Sterling | – | 1 | 1 | 0.0 |
| | **42,593** | **(20,383)** | **22,210** | **15.9** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 36,084 | (17,646) | 18,438 | 11.0 |
| Australian Dollar | 26,794 | (12,471) | 14,323 | 8.5 |
| | **62,878** | **(30,117)** | **32,761** | **19.5** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $2,221,000 or approximately 1.6% (June 30, 2016 – $3,276,000 or approximately 2.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.0% (June 30, 2016 – 97.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $13,656,000 (June 30, 2016 – $16,409,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **98.0** | **97.9** |
| Australia | 17.1 | 16.0 |
| Canada | 67.4 | 61.8 |
| United Kingdom | 3.9 | 6.8 |
| United States | 9.6 | 13.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.2** | **2.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 109,027 | 23,812 | 2,651 | 135,490 |
| Warrants, rights and options | 95 | 972 | – | 1,067 |
| Unrealized gain on currency forward contracts | – | 275 | – | 275 |
| | **109,122** | **25,059** | **2,651** | **136,832** |
| Unrealized loss on currency forward contracts | – | (49) | – | (49) |
| | **109,122** | **25,010** | **2,651** | **136,783** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 123,550 | 28,535 | 11,338 | 163,423 |
| Warrants, rights and options | 73 | 596 | – | 669 |
| | **123,623** | **29,131** | **11,338** | **164,092** |
| Unrealized loss on currency forward contracts | – | (566) | – | (566) |
| | **123,623** | **28,565** | **11,338** | **163,526** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

# Dynamic Resource Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 11,338 | 10,670 |
| Purchases | – | 1,726 |
| Sales | – | – |
| Transfers into Level 3 | – | 85 |
| Transfers out of Level 3 | (1,726) | (164) |
| Net realized gains (losses) | (85) | (2,000) |
| Net changes in unrealized gain (loss)* | (6,876) | 1,021 |
| **End of period** | **2,651** | **11,338** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(6,876,000) and $(1,143,000), respectively.

During the period ended December 31, 2016, investments of approximately $1,726,000 (June 30, 2016 – $164,000) were transferred from Level 3 to 1 as these investments are now valued based on quoted market prices in active markets.

During the period ended December 31, 2016, investments of approximately $nil (June 30, 2016 – $85,000) were transferred from Level 1 to 3 as the fair value of these securities are now determined using internal valuation models that required the use of assumptions, of which one of the main ones was not observable in the market.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 693 | n/a |
| Equities | Fundamental model analysis based on financial data | EBITDA multiple | 1,958 | – |
| | | | **2,651** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 3,779 | n/a |
| Equities | Fundamental model analysis based on financial data | Company NAV | 7,559 | n/a |
| | | | **11,338** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 275 | (20) | – | 255 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **275** | **(20)** | **–** | **255** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 49 | (20) | – | 29 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **49** | **(20)** | **–** | **29** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 566 | – | – | 566 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **566** | **–** | **–** | **566** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Resource Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Strategic Growth Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 109,730 | 111,580 |
| Cash | 665 | 702 |
| Receivable for securities sold | 394 | 375 |
| Subscriptions receivable | 14 | 44 |
| | **110,803** | **112,701** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 197 | 203 |
| Payable for securities purchased | – | 20 |
| Redemptions payable | 156 | 142 |
| Accrued expenses | 20 | 19 |
| | **373** | **384** |
| **Net assets attributable to holders of redeemable units** | **110,430** | **112,317** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 86,863 | 90,045 |
| Series F | 2,045 | 1,167 |
| Series G | 18,418 | 18,492 |
| Series I | 3,104 | 2,613 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 16.09 | 15.49 |
| Series F | 9.90 | 9.47 |
| Series G | 16.12 | 15.50 |
| Series I | 10.36 | 9.86 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 628 | 5,264 |
| Interest for distribution purposes | 1,177 | 1,263 |
| Net realized gain (loss) on non-derivative financial assets | 1,410 | 1,519 |
| Change in unrealized gain (loss) on non-derivative financial assets | 2,509 | (7,016) |
| Total income (loss), net | **5,724** | **1,030** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,094 | 1,255 |
| Fixed administration fees (note 6) | 112 | 126 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 139 | 158 |
| Total expenses | **1,346** | **1,540** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,346** | **1,540** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **4,378** | **(510)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 3,455 | (437) |
| Series F | 61 | (2) |
| Series G | 725 | (100) |
| Series I | 137 | 29 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.61 | (0.08) |
| Series F | 0.40 | (0.12) |
| Series G | 0.62 | (0.08) |
| Series I | 0.48 | 0.23 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 5,650,439 | 5,919,108 |
| Series F | 153,053 | 18,938 |
| Series G | 1,162,214 | 1,246,238 |
| Series I | 283,961 | 125,551 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 90,045 | 106,830 |
| Series F | 1,167 | 5 |
| Series G | 18,492 | 22,200 |
| Series I | 2,613 | – |
| | **112,317** | **129,035** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 3,455 | (437) |
| Series F | 61 | (2) |
| Series G | 725 | (100) |
| Series I | 137 | 29 |
| | **4,378** | **(510)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | – | (8,259) |
| Series F | – | (7) |
| Series G | – | (1,757) |
| Series I | – | (11) |
| | **–** | **(10,034)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,239 | 2,490 |
| Series F | 938 | 373 |
| Series G | 1,003 | 1,107 |
| Series I | 404 | 1,342 |
| Reinvested distributions | | |
| Series A | – | 7,907 |
| Series F | – | 4 |
| Series G | – | 1,748 |
| Series I | – | 11 |
| Payments on redemption | | |
| Series A | (7,876) | (6,620) |
| Series F | (121) | (1) |
| Series G | (1,802) | (2,296) |
| Series I | (50) | (2) |
| | **(6,265)** | **6,063** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (3,182) | (4,919) |
| Series F | 878 | 367 |
| Series G | (74) | (1,298) |
| Series I | 491 | 1,369 |
| | **(1,887)** | **(4,481)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 86,863 | 101,911 |
| Series F | 2,045 | 372 |
| Series G | 18,418 | 20,902 |
| Series I | 3,104 | 1,369 |
| | **110,430** | **124,554** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 4,378 | (510) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,410) | (1,519) |
| Change in unrealized (gain) loss on non-derivative financial assets | (2,509) | 7,016 |
| Other non-cash transactions | (1,805) | (6,527) |
| Purchases of portfolio investments | (832) | (1,253) |
| Proceeds from sale of portfolio investments | 8,367 | 6,454 |
| Accrued expenses and other payables | (5) | (12) |
| **Net cash provided by (used in) operating activities** | **6,184** | **3,649** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 2,216 | 3,534 |
| Amounts paid on redemption of redeemable units | (8,437) | (7,140) |
| Distributions to unitholders of redeemable units | – | (357) |
| **Net cash provided by (used in) financing activities** | **(6,221)** | **(3,963)** |
| Net increase (decrease) in cash | (37) | (314) |
| Cash (bank overdraft), beginning of period | 702 | 622 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **665** | **308** |
| Interest received[1] | – | – |
| Dividends received, net of withholding taxes[1] | – | – |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Growth Portfolio (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.4%)** | | | |
| **Canadian Equity Funds (22.9%)** | | | |
| Dynamic Power Canadian Growth Fund, Series "O" | 1,398,565 | 9,140 | 14,909 |
| Dynamic Value Fund of Canada, Series "O" | 924,490 | 7,956 | 10,326 |
| **Fixed Income Funds (37.9%)** | | | |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 986,068 | 10,315 | 9,969 |
| Dynamic Canadian Bond Fund, Series "O" | 4,163,751 | 21,419 | 22,234 |
| Dynamic Credit Spectrum Fund, Series "O" | 1,066,143 | 10,376 | 9,638 |
| **Global Equity Funds (38.6%)** | | | |
| Dynamic American Fund, Series "O" | 690,359 | 5,179 | 8,001 |
| Dynamic European Value Fund, Series "O" | 1,050,136 | 6,164 | 10,438 |
| Dynamic Far East Value Fund, Series "O" | 381,041 | 2,871 | 4,390 |
| Dynamic Power American Growth Fund, Series "O" | 590,245 | 5,506 | 9,220 |
| Dynamic Power Global Navigator Class, Series "O" | 1,141,528 | 11,329 | 10,605 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.4%)** | | **90,255** | **109,730** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.6%)** | | | |
| Canadian | | 665 | 665 |
| Foreign | | – | – |
| | | **665** | **665** |
| **OTHER NET ASSETS (LIABILITIES) (0.0%)** | | | **35** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **110,430** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Growth Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth and a level of income by investing primarily in a diversified portfolio of equity and fixed income mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.4% (June 30, 2016 – 99.3%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $10,973,000 (June 30, 2016 – $11,158,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.4** | **99.3** |
| Canadian Equity Funds | 22.9 | 21.4 |
| Global Equity Funds | 38.6 | 38.2 |
| Fixed Income Funds | 37.9 | 39.7 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.6** | **0.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 109,730 | – | – | 109,730 |
| | **109,730** | **–** | **–** | **109,730** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 111,580 | – | – | 111,580 |
| | **111,580** | **–** | **–** | **111,580** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic American Fund, Series "O" | 8,001 | 1.5 |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 9,969 | 0.4 |
| Dynamic Canadian Bond Fund, Series "O" | 22,234 | 1.4 |
| Dynamic Credit Spectrum Fund, Series "O" | 9,638 | 2.3 |
| Dynamic European Value Fund, Series "O" | 10,438 | 13.9 |
| Dynamic Far East Value Fund, Series "O" | 4,390 | 4.0 |
| Dynamic Power American Growth Fund, Series "O" | 9,220 | 1.1 |
| Dynamic Power Canadian Growth Fund, Series "O" | 14,909 | 2.0 |
| Dynamic Power Global Navigator Class, Series "O" | 10,605 | 11.4 |
| Dynamic Value Fund of Canada, Series "O" | 10,326 | 0.6 |
| | **109,730** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic American Value Fund, Series "O" | 7,899 | 1.5 |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 10,895 | 0.7 |
| Dynamic Canadian Bond Fund, Series "O" | 23,778 | 1.2 |
| Dynamic Credit Spectrum Fund, Series "O" | 9,893 | 2.2 |
| Dynamic European Value Fund, Series "O" | 9,999 | 12.5 |
| Dynamic Far East Value Fund, Series "O" | 4,767 | 4.0 |
| Dynamic Power American Growth Fund, Series "O" | 9,717 | 1.1 |
| Dynamic Power Canadian Growth Fund, Series "O" | 13,370 | 1.8 |
| Dynamic Power Global Navigator Class, Series "O" | 10,562 | 10.1 |
| Dynamic Value Fund of Canada, Series "O" | 10,700 | 0.5 |
| | **111,580** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Income Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 123,619 | 121,191 |
| Cash | 279 | 242 |
| Receivable for securities sold | 449 | 482 |
| Subscriptions receivable | 242 | 252 |
| Accrued investment income and other | 6 | 9 |
| | **124,595** | **122,176** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 206 | 205 |
| Redemptions payable | 146 | 174 |
| Accrued expenses | 22 | 22 |
| | **374** | **401** |
| **Net assets attributable to holders of redeemable units** | **124,221** | **121,775** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 95,424 | 104,117 |
| Series E | 18,648 | 10,353 |
| Series F | 8,682 | 5,904 |
| Series I | 1,467 | 1,401 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 5.67 | 5.66 |
| Series E | 10.37 | 10.35 |
| Series F | 10.86 | 10.83 |
| Series I | 11.00 | 10.98 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,672 | 3,457 |
| Interest for distribution purposes | 1,647 | 1,740 |
| Net realized gain (loss) on non-derivative financial assets | 1,260 | 1,149 |
| Change in unrealized gain (loss) on non-derivative financial assets | (168) | (5,640) |
| Total income (loss), net | **4,411** | **706** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,122 | 1,210 |
| Fixed administration fees (note 6) | 118 | 129 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 139 | 151 |
| Total expenses | **1,380** | **1,491** |
| Expenses absorbed by the Manager | (6) | – |
| Net expenses | **1,374** | **1,491** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **3,037** | **(785)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 2,459 | (780) |
| Series E | 312 | (27) |
| Series F | 216 | 18 |
| Series I | 50 | 4 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.14 | (0.04) |
| Series E | 0.20 | (0.03) |
| Series F | 0.31 | 0.02 |
| Series I | 0.37 | 0.04 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 17,320,823 | 20,674,058 |
| Series E | 1,579,219 | 747,901 |
| Series F | 693,546 | 662,586 |
| Series I | 136,678 | 88,240 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 104,117 | 124,956 |
| Series E | 10,353 | 7,118 |
| Series F | 5,904 | 5,668 |
| Series I | 1,401 | 1,036 |
| | **121,775** | **138,778** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 2,459 | (780) |
| Series E | 312 | (27) |
| Series F | 216 | 18 |
| Series I | 50 | 4 |
| | **3,037** | **(785)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | (107) | (1,895) |
| Series E | (17) | (121) |
| Series F | (53) | (153) |
| Series I | (17) | (26) |
| From return of capital | | |
| Series A | (2,047) | (668) |
| Series E | (366) | (58) |
| Series F | (158) | (51) |
| Series I | (32) | (6) |
| | **(2,797)** | **(2,978)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 7,356 | 3,962 |
| Series E | 9,251 | 2,175 |
| Series F | 3,557 | 3,309 |
| Series I | 189 | – |
| Reinvested distributions | | |
| Series A | 1,812 | 2,134 |
| Series E | 339 | 161 |
| Series F | 97 | 58 |
| Series I | 49 | 32 |
| Payments on redemption | | |
| Series A | (18,166) | (17,607) |
| Series E | (1,224) | (769) |
| Series F | (881) | (654) |
| Series I | (173) | (136) |
| | **2,206** | **(7,335)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (8,693) | (14,854) |
| Series E | 8,295 | 1,361 |
| Series F | 2,778 | 2,527 |
| Series I | 66 | (132) |
| | **2,446** | **(11,098)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 95,424 | 110,102 |
| Series E | 18,648 | 8,479 |
| Series F | 8,682 | 8,195 |
| Series I | 1,467 | 904 |
| | **124,221** | **127,680** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Income Portfolio (Unaudited – Continued)

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 3,037 | (785) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,260) | (1,149) |
| Change in unrealized (gain) loss on non-derivative financial assets | 168 | 5,640 |
| Other non-cash transactions | (3,319) | (4,899) |
| Purchases of portfolio investments | (6,334) | (1,603) |
| Proceeds from sale of portfolio investments | 8,350 | 13,036 |
| Accrued investment income and other | 3 | 8 |
| Accrued expenses and other payables | 1 | (28) |
| **Net cash provided by (used in) operating activities** | **646** | **10,220** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 9,834 | 5,562 |
| Amounts paid on redemption of redeemable units | (9,943) | (15,267) |
| Distributions to unitholders of redeemable units | (500) | (593) |
| **Net cash provided by (used in) financing activities** | **(609)** | **(10,298)** |
| Net increase (decrease) in cash | 37 | (78) |
| Cash (bank overdraft), beginning of period | 242 | 386 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **279** | **308** |
| Interest received[1] | – | – |
| Dividends received, net of withholding taxes[1] | – | 298 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.5%)** | | | |
| **Canadian Equity Funds (35.6%)** | | | |
| Dynamic Dividend Advantage Fund, Series "O" | 1,793,363 | 12,586 | 14,939 |
| Dynamic Equity Income Fund, Series "O" | 2,275,920 | 12,559 | 16,478 |
| Dynamic Preferred Yield Class, Series "O" | 629,214 | 6,205 | 6,040 |
| Dynamic Small Business Fund, Series "O" | 390,118 | 5,514 | 6,745 |
| **Fixed Income Funds (42.6%)** | | | |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 1,152,617 | 12,077 | 11,653 |
| Dynamic Canadian Bond Fund, Series "O" | 5,124,630 | 27,167 | 27,366 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 656,578 | 5,854 | 5,909 |
| Dynamic Credit Spectrum Fund, Series "O" | 881,369 | 8,550 | 7,968 |
| **Global Equity Funds (21.3%)** | | | |
| Dynamic Global Dividend Fund, Series "O" | 615,977 | 7,525 | 10,342 |
| Dynamic Global Infrastructure Fund, Series "O" | 562,283 | 6,988 | 10,087 |
| Dynamic Premium Yield Fund, Series "O" | 581,862 | 6,513 | 6,092 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | **111,538** | **123,619** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.2%)** | | | |
| Canadian | | 279 | 279 |
| Foreign | | – | – |
| | | **279** | **279** |
| **OTHER NET ASSETS (LIABILITIES) (0.3%)** | | | **323** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **124,221** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Income Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve moderate income and long-term capital growth by investing primarily in a diversified portfolio of fixed income and income-producing equity mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.5% (June 30, 2016 – 99.5%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $12,362,000 (June 30, 2016 – $12,119,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.5** | **99.5** |
| Canadian Equity Funds | 35.6 | 33.9 |
| Global Equity Funds | 21.3 | 23.4 |
| Fixed Income Funds | 42.6 | 42.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.2** | **0.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 123,619 | – | – | 123,619 |
| | **123,619** | **–** | **–** | **123,619** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 121,191 | – | – | 121,191 |
| | **121,191** | **–** | **–** | **121,191** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 11,653 | 0.5 |
| Dynamic Canadian Bond Fund, Series "O" | 27,366 | 1.7 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 5,909 | 2.3 |
| Dynamic Credit Spectrum Fund, Series "O" | 7,968 | 1.9 |
| Dynamic Dividend Advantage Fund, Series "O" | 14,939 | 1.5 |
| Dynamic Equity Income Fund, Series "O" | 16,478 | 0.8 |
| Dynamic Global Dividend Fund, Series "O" | 10,342 | 1.1 |
| Dynamic Global Infrastructure Fund, Series "O" | 10,087 | 1.1 |
| Dynamic Preferred Yield Class, Series "O" | 6,040 | 1.0 |
| Dynamic Premium Yield Fund, Series "O" | 6,092 | 0.5 |
| Dynamic Small Business Fund, Series "O" | 6,745 | 0.7 |
| | **123,619** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Income Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 10,542 | 0.7 |
| Dynamic Canadian Bond Fund, Series "O" | 27,097 | 1.4 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 5,970 | 2.3 |
| Dynamic Credit Spectrum Fund, Series "O" | 7,718 | 1.7 |
| Dynamic Dividend Advantage Fund, Series "O" | 13,956 | 1.7 |
| Dynamic Equity Income Fund, Series "O" | 15,605 | 0.9 |
| Dynamic Global Dividend Fund, Series "O" | 10,959 | 1.2 |
| Dynamic Global Infrastructure Fund, Series "O" | 11,509 | 1.7 |
| Dynamic Preferred Yield Class, Series "O" | 5,469 | 1.2 |
| Dynamic Premium Yield Fund, Series "O" | 6,073 | 0.4 |
| Dynamic Small Business Fund, Series "O" | 6,293 | 0.8 |
| | **121,191** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic American Fund (Unaudited)

*(formerly Dynamic American Value Fund)*

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 519,575 | 519,775 |
| Unrealized gain on currency forward contracts | – | 19 |
| Cash | 1,430 | – |
| Receivable for securities sold | – | 1,641 |
| Subscriptions receivable | 700 | 543 |
| Accrued investment income and other | 145 | 463 |
| | **521,850** | **522,441** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | – | 479 |
| Management fee payable | 795 | 808 |
| Redemptions payable | 1,108 | 2,337 |
| Accrued expenses | 82 | 83 |
| Unrealized loss on currency forward contracts | 6 | 3 |
| | **1,991** | **3,710** |
| **Net assets attributable to holders of redeemable units** | **519,859** | **518,731** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 331,964 | 342,989 |
| Series F | 69,781 | 57,125 |
| Series FH (in equivalent CAD) | 951 | 673 |
| Series FI | n/a | 1,068 |
| Series G | 55,536 | 56,939 |
| Series H (in equivalent CAD) | 1,091 | 1,290 |
| Series I | 3,170 | 6,500 |
| Series O | 50,147 | 44,720 |
| Series T | 7,219 | 7,427 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 708 | 517 |
| Series H | 813 | 992 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 19.55 | 17.85 |
| Series F | 8.90 | 8.08 |
| Series FH (in equivalent CAD) | 19.68 | 17.32 |
| Series FI | n/a | 13.41 |
| Series G | 19.79 | 18.05 |
| Series H (in equivalent CAD) | 18.58 | 16.45 |
| Series I | 10.84 | 9.79 |
| Series O | 11.59 | 10.46 |
| Series T | 7.49 | 7.14 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 14.56 | 13.72 |
| Series F | 6.63 | 6.21 |
| Series FH | 14.65 | 13.32 |
| Series H | 13.84 | 12.65 |
| Series I | 8.08 | 7.53 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 3,324 | 3,659 |
| Interest for distribution purposes | 3 | (60) |
| Net realized gain (loss) on non-derivative financial assets | 16,491 | 80,450 |
| Change in unrealized gain (loss) on non-derivative financial assets | 33,725 | (20,396) |
| Change in unrealized gain (loss) on currency forward contracts | (22) | 15 |
| Net gain (loss) on investments | **53,521** | **63,668** |
| Net realized and unrealized foreign currency translation gain (loss) | (197) | 1,391 |
| Total income (loss), net | **53,324** | **65,059** |
| **EXPENSES** | | |
| Management fees (note 5) | 4,271 | 5,153 |
| Fixed administration fees (note 6) | 435 | 551 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | 3 |
| Foreign withholding taxes/tax reclaims | 416 | 499 |
| Harmonized Sales Tax/Goods and Services Tax | 522 | 637 |
| Transaction costs | 440 | 637 |
| Total expenses | **6,087** | **7,481** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **6,087** | **7,481** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **47,237** | **57,578** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 29,958 | 39,925 |
| Series F | 6,113 | 5,775 |
| Series FH (in equivalent CAD) | 87 | 154 |
| Series FI | 74 | 95 |
| Series G | 5,023 | 6,241 |
| Series H (in equivalent CAD) | 137 | 290 |
| Series I | 326 | 647 |
| Series O | 4,880 | 3,585 |
| Series T | 639 | 866 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 66 | 117 |
| Series H | 104 | 220 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 1.66 | 2.04 |
| Series F | 0.83 | 0.96 |
| Series FH (in equivalent CAD) | 2.24 | 4.02 |
| Series FI | 0.96 | 1.71 |
| Series G | 1.69 | 2.07 |
| Series H (in equivalent CAD) | 2.04 | 3.82 |
| Series I | 0.83 | 1.29 |
| Series O | 1.13 | 1.26 |
| Series T | 0.64 | 0.78 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 1.70 | 3.04 |
| Series H | 1.55 | 2.89 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 17,994,376 | 19,551,861 |
| Series F | 7,408,322 | 6,067,599 |
| Series FH | 38,779 | 38,282 |
| Series FI | 77,035 | 55,625 |
| Series G | 2,972,348 | 3,010,697 |
| Series H | 67,145 | 75,974 |
| Series I | 393,984 | 500,275 |
| Series O | 4,307,182 | 2,832,811 |
| Series T | 997,400 | 1,102,721 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic American Fund (Unaudited – Continued)

*(formerly Dynamic American Value Fund)*

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 342,989 | 409,468 |
| Series F | 57,125 | 52,601 |
| Series FH | 673 | 639 |
| Series FI | 1,068 | 755 |
| Series G | 56,939 | 62,503 |
| Series H | 1,290 | 1,372 |
| Series I | 6,500 | 5,611 |
| Series O | 44,720 | 28,020 |
| Series T | 7,427 | 8,799 |
| | **518,731** | **569,768** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 29,958 | 39,925 |
| Series F | 6,113 | 5,775 |
| Series FH | 87 | 154 |
| Series FI | 74 | 95 |
| Series G | 5,023 | 6,241 |
| Series H | 137 | 290 |
| Series I | 326 | 647 |
| Series O | 4,880 | 3,585 |
| Series T | 639 | 866 |
| | **47,237** | **57,578** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | – | (67,249) |
| Series F | – | (9,301) |
| Series FH | – | (111) |
| Series FI | – | (118) |
| Series G | – | (10,284) |
| Series H | – | (216) |
| Series I | – | (1,189) |
| Series O | – | (5,218) |
| Series T | – | (1,079) |
| From return of capital | | |
| Series T | (309) | – |
| | **(309)** | **(94,765)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 11,545 | 14,473 |
| Series F | 13,819 | 8,867 |
| Series FH | 210 | 201 |
| Series FI | 44 | 226 |
| Series G | 1,360 | 3,841 |
| Series H | 8 | 92 |
| Series I | 805 | 664 |
| Series O | 3,648 | 10,169 |
| Series T | 177 | 495 |
| Reinvested distributions | | |
| Series A | – | 62,411 |
| Series F | – | 6,931 |
| Series FH | – | 100 |
| Series FI | – | 118 |
| Series G | – | 10,154 |
| Series H | – | 208 |
| Series I | – | 1,145 |
| Series O | – | 5,218 |
| Series T | 177 | 531 |
| Payments on redemption | | |
| Series A | (52,528) | (48,477) |
| Series F | (7,276) | (5,603) |
| Series FH | (19) | – |
| Series FI | (1,186) | (74) |
| Series G | (7,786) | (6,983) |
| Series H | (344) | (131) |
| Series I | (4,461) | (480) |
| Series O | (3,101) | (1,064) |
| Series T | (892) | (614) |
| | **(45,800)** | **62,418** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (11,025) | 1,083 |
| Series F | 12,656 | 6,669 |
| Series FH | 278 | 344 |
| Series FI | (1,068) | 247 |
| Series G | (1,403) | 2,969 |
| Series H | (199) | 243 |
| Series I | (3,330) | 787 |
| Series O | 5,427 | 12,690 |
| Series T | (208) | 199 |
| | **1,128** | **25,231** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 331,964 | 410,551 |
| Series F | 69,781 | 59,270 |
| Series FH | 951 | 983 |
| Series FI | n/a | 1,002 |
| Series G | 55,536 | 65,472 |
| Series H | 1,091 | 1,615 |
| Series I | 3,170 | 6,398 |
| Series O | 50,147 | 40,710 |
| Series T | 7,219 | 8,998 |
| | **519,859** | **594,999** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 47,237 | 57,578 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (16,491) | (80,450) |
| Unrealized foreign currency translation (gain) loss | 10 | (1,381) |
| Change in unrealized (gain) loss on non-derivative financial assets | (33,725) | 20,396 |
| Change in unrealized (gain) loss on currency forward contracts | 22 | (15) |
| Purchases of portfolio investments | (457,530) | (599,689) |
| Proceeds from sale of portfolio investments | 509,587 | 639,840 |
| Accrued investment income and other | 318 | (70) |
| Accrued expenses and other payables | (14) | 16 |
| **Net cash provided by (used in) operating activities** | **49,414** | **36,225** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 30,397 | 31,832 |
| Amounts paid on redemption of redeemable units | (77,760) | (57,264) |
| Distributions to unitholders of redeemable units | (132) | (7,946) |
| **Net cash provided by (used in) financing activities** | **(47,495)** | **(33,378)** |
| Unrealized foreign currency translation gain (loss) | (10) | 1,381 |
| Net increase (decrease) in cash | 1,909 | 4,228 |
| Cash (bank overdraft), beginning of period | (479) | 242 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **1,430** | **4,470** |
| Interest paid[1] | 2 | 3 |
| Interest received[1] | 1 | (60) |
| Dividends received, net of withholding taxes[1] | 3,310 | 3,048 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic American Fund (Unaudited – Continued)

*(formerly Dynamic American Value Fund)*

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (99.9%)** | | | |
| **United States (99.9%)** | | | |
| Bank of America Corporation | 696,300 | 20,566 | 20,704 |
| Berkshire Hathaway Inc., Class "B" | 94,700 | 20,529 | 20,731 |
| Cognex Corporation | 337,000 | 22,471 | 28,787 |
| Danaher Corporation | 202,300 | 21,522 | 21,158 |
| First Republic Bank | 270,000 | 23,342 | 33,403 |
| GCP Applied Technologies Inc. | 680,000 | 24,382 | 24,424 |
| JPMorgan Chase & Co. | 275,000 | 25,520 | 31,879 |
| Keysight Technologies, Inc. | 570,000 | 22,089 | 27,988 |
| KLA-Tencor Corporation | 250,000 | 25,009 | 26,411 |
| MKS Instruments, Inc. | 356,000 | 16,613 | 28,393 |
| MSA Safety Incorporated | 251,500 | 18,894 | 23,412 |
| Mueller Water Products, Inc., Class "A" | 1,600,000 | 23,091 | 28,594 |
| Northrop Grumman Corporation | 84,000 | 22,497 | 26,243 |
| Parker-Hannifin Corporation | 140,000 | 25,745 | 26,317 |
| Raytheon Company | 136,800 | 21,038 | 26,091 |
| Rollins, Inc. | 650,000 | 20,383 | 29,482 |
| Sensient Technologies Corporation | 205,000 | 20,186 | 21,639 |
| Union Pacific Corporation | 155,000 | 20,412 | 21,589 |
| UnitedHealth Group Incorporated | 140,000 | 24,970 | 30,101 |
| ViaSat, Inc. | 250,000 | 22,074 | 22,229 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.9%)** | | **441,333** | **519,575** |
| **TRANSACTION COSTS (0.0%)** | | **(228)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.9%)** | | **441,105** | **519,575** |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(6)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.3%)** | | | |
| Canadian | | (463) | (463) |
| Foreign | | 1,903 | 1,893 |
| | | **1,440** | **1,430** |
| **OTHER NET ASSETS (LIABILITIES) (–0.2%)** | | | **(1,140)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **519,859** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 21 | (USD) (15) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 31 | (CAD) (41) | 1.333 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 18 | (CAD) (24) | 1.342 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 24 | (CAD) (31) | 1.322 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 19 | (CAD) (26) | 1.333 | 1.342 | – |
| | | | | | | | – |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 36 | (USD) (27) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 23 | (USD) (17) | 0.755 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 21 | (CAD) (28) | 1.347 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 1,276 | (CAD) (1,719) | 1.347 | 1.342 | (5) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 19 | (CAD) (26) | 1.351 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 14 | (CAD) (19) | 1.357 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 22 | (CAD) (30) | 1.345 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 15 | (CAD) (21) | 1.348 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 138 | (CAD) (186) | 1.351 | 1.342 | (1) |
| | | | | | | | **(6)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic American Fund (Unaudited)

*(Formerly Dynamic American Value Fund)*

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of United States based businesses.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 521,590 | – | 521,590 | 100.3 |
| | **521,590** | **–** | **521,590** | **100.3** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,042 | (2,065) | (23) | (0.0) |
| | **2,042** | **(2,065)** | **(23)** | **(0.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 521,171 | – | 521,171 | 100.5 |
| | **521,171** | **–** | **521,171** | **100.5** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 1,963 | (1,910) | 53 | 0.0 |
| | **1,963** | **(1,910)** | **53** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $52,157,000 or approximately 10.0% (June 30, 2016 – $52,122,000 or approximately 10.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.9% (June 30, 2016 – 100.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $51,958,000 (June 30, 2016 – $51,978,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **99.9** | **100.2** |
| Switzerland | – | 5.6 |
| United States | 99.9 | 94.6 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.3** | **(0.1)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic American Fund (Unaudited – Continued)

*(Formerly Dynamic American Value Fund)*

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 519,575 | – | – | 519,575 |
| | **519,575** | **–** | **–** | **519,575** |
| Unrealized loss on currency forward contracts | – | (6) | – | (6) |
| | **519,575** | **(6)** | **–** | **519,569** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 519,775 | – | – | 519,775 |
| Unrealized gain on currency forward contracts | – | 19 | – | 19 |
| | **519,775** | **19** | **–** | **519,794** |
| Unrealized loss on currency forward contracts | – | (3) | – | (3) |
| | **519,775** | **16** | **–** | **519,791** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 6 | – | – | 6 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **6** | **–** | **–** | **6** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 19 | (3) | – | 16 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **19** | **(3)** | **–** | **16** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3 | (3) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **3** | **(3)** | **–** | **–** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 19.55 | 19.55 | 17.85 | 17.85 |
| Series F | 8.90 | 8.90 | 8.08 | 8.08 |
| Series FH – USD Series | 14.65 | 14.65 | 13.32 | 13.32 |
| Series FI | n/a | n/a | 13.41 | 13.41 |
| Series G | 19.78 | 19.79 | 18.05 | 18.05 |
| Series H – USD Series | 13.84 | 13.84 | 12.65 | 12.65 |
| Series I | 10.84 | 10.84 | 9.79 | 9.79 |
| Series O | 11.59 | 11.59 | 10.46 | 10.46 |
| Series T | 7.49 | 7.49 | 7.14 | 7.14 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Dividend Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 337,535 | 321,746 |
| Unrealized gain on currency forward contracts | – | 97 |
| Cash | 24,016 | 18,625 |
| Receivable for securities sold | – | 2,813 |
| Subscriptions receivable | 206 | 200 |
| Accrued investment income and other | 950 | 895 |
| | **362,707** | **344,376** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 595 | 567 |
| Payable for securities purchased | – | 2,928 |
| Redemptions payable | 798 | 293 |
| Accrued expenses | 50 | 49 |
| Distributions payable | 3 | – |
| Unrealized loss on currency forward contracts | 129 | 93 |
| Unrealized loss on currency spot contracts | – | 1 |
| | **1,575** | **3,931** |
| **Net assets attributable to holders of redeemable units** | **361,132** | **340,445** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 255,498 | 244,822 |
| Series F | 16,190 | 11,361 |
| Series G | 60,821 | 58,844 |
| Series I | 5,626 | 4,769 |
| Series O | 22,997 | 20,649 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 14.59 | 13.48 |
| Series F | 17.53 | 16.19 |
| Series G | 14.70 | 13.59 |
| Series I | 6.09 | 5.62 |
| Series O | 4.74 | 4.38 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 4,672 | 5,084 |
| Interest for distribution purposes | 31 | 249 |
| Net realized gain (loss) on non-derivative financial assets | 11,573 | 14,016 |
| Net realized gain (loss) on currency forward contracts | (1,040) | (2,486) |
| Change in unrealized gain (loss) on non-derivative financial assets | 24,290 | (23,096) |
| Change in unrealized gain (loss) on currency forward contracts | (133) | (234) |
| Change in unrealized gain (loss) on currency spot contracts | 1 | – |
| Net gain (loss) on investments | **39,394** | **(6,467)** |
| Net realized and unrealized foreign currency translation gain (loss) | 177 | 136 |
| Total income (loss), net | **39,571** | **(6,331)** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,167 | 3,299 |
| Fixed administration fees (note 6) | 265 | 273 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 149 | 95 |
| Harmonized Sales Tax/Goods and Services Tax | 375 | 385 |
| Transaction costs | 259 | 668 |
| Total expenses | **4,216** | **4,721** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **4,216** | **4,721** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **35,355** | **(11,052)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 24,904 | (8,392) |
| Series F | 1,427 | (205) |
| Series G | 6,000 | (1,941) |
| Series I | 571 | (91) |
| Series O | 2,453 | (423) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 1.40 | (0.42) |
| Series F | 1.80 | (0.36) |
| Series G | 1.42 | (0.41) |
| Series I | 0.66 | (0.10) |
| Series O | 0.51 | (0.09) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 17,814,752 | 20,031,283 |
| Series F | 794,300 | 581,561 |
| Series G | 4,235,605 | 4,709,889 |
| Series I | 871,409 | 836,452 |
| Series O | 4,804,758 | 4,895,355 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Dividend Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 244,822 | 286,419 |
| Series F | 11,361 | 7,718 |
| Series G | 58,844 | 66,271 |
| Series I | 4,769 | 4,604 |
| Series O | 20,649 | 22,941 |
| | **340,445** | **387,953** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 24,904 | (8,392) |
| Series F | 1,427 | (205) |
| Series G | 6,000 | (1,941) |
| Series I | 571 | (91) |
| Series O | 2,453 | (423) |
| | **35,355** | **(11,052)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series F | (18) | – |
| Series I | (14) | – |
| Series O | (59) | – |
| From return of capital | | |
| Series A | (5,325) | (5,961) |
| Series F | (344) | (263) |
| Series G | (1,316) | (1,462) |
| Series I | (152) | (158) |
| Series O | (655) | (720) |
| | **(7,883)** | **(8,564)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 9,267 | 3,863 |
| Series F | 4,441 | 3,043 |
| Series G | 2,837 | 2,433 |
| Series I | 722 | 342 |
| Series O | 779 | 169 |
| Reinvested distributions | | |
| Series A | 4,841 | 5,439 |
| Series F | 227 | 154 |
| Series G | 1,228 | 1,357 |
| Series I | 141 | 130 |
| Series O | 714 | 720 |
| Payments on redemption | | |
| Series A | (23,011) | (32,051) |
| Series F | (904) | (1,057) |
| Series G | (6,772) | (7,232) |
| Series I | (411) | (174) |
| Series O | (884) | (2,555) |
| | **(6,785)** | **(25,419)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 10,676 | (37,102) |
| Series F | 4,829 | 1,672 |
| Series G | 1,977 | (6,845) |
| Series I | 857 | 49 |
| Series O | 2,348 | (2,809) |
| | **20,687** | **(45,035)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 255,498 | 249,317 |
| Series F | 16,190 | 9,390 |
| Series G | 60,821 | 59,426 |
| Series I | 5,626 | 4,653 |
| Series O | 22,997 | 20,132 |
| | **361,132** | **342,918** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 35,355 | (11,052) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (11,573) | (14,016) |
| Unrealized foreign currency translation (gain) loss | 20 | (560) |
| Change in unrealized (gain) loss on non-derivative financial assets | (24,290) | 23,096 |
| Change in unrealized (gain) loss on currency forward contracts | 133 | 234 |
| Change in unrealized (gain) loss on currency spot contracts | (1) | – |
| Purchases of portfolio investments | (153,189) | (419,666) |
| Proceeds from sale of portfolio investments | 173,148 | 446,865 |
| Accrued investment income and other | (55) | 5 |
| Accrued expenses and other payables | 29 | (88) |
| **Net cash provided by (used in) operating activities** | **19,577** | **24,818** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 14,608 | 5,384 |
| Amounts paid on redemption of redeemable units | (28,045) | (39,597) |
| Distributions to unitholders of redeemable units | (729) | (764) |
| **Net cash provided by (used in) financing activities** | **(14,166)** | **(34,977)** |
| Unrealized foreign currency translation gain (loss) | (20) | 560 |
| Net increase (decrease) in cash | 5,391 | (9,599) |
| Cash (bank overdraft), beginning of period | 18,625 | 53,271 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **24,016** | **43,672** |
| Interest received[1] | 29 | 253 |
| Dividends received, net of withholding taxes[1] | 4,502 | 5,016 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Dividend Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (93.4%)** | | | |
| **Canada (75.2%)** | | | |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | 91,600 | 5,472 | 5,577 |
| Altius Minerals Corporation | 153,700 | 1,930 | 1,949 |
| Bank of Montreal | 87,000 | 7,717 | 8,402 |
| Bank of Nova Scotia (The) | 132,500 | 7,791 | 9,906 |
| BCE Inc. | 148,300 | 8,150 | 8,606 |
| Brookfield Asset Management Inc., Class "A" | 160,500 | 6,870 | 7,110 |
| Canadian Imperial Bank of Commerce | 75,100 | 6,766 | 8,228 |
| Canadian National Railway Company | 131,400 | 10,237 | 11,873 |
| Chemtrade Logistics Income Fund, Units | 75,000 | 1,353 | 1,421 |
| Cineplex Inc. | 143,800 | 6,693 | 7,365 |
| Crescent Point Energy Corp. | 448,200 | 7,732 | 8,180 |
| DH Corporation | 300,000 | 7,601 | 6,684 |
| Enbridge Inc. | 70,100 | 4,080 | 3,961 |
| FirstService Corporation | 121,200 | 6,819 | 7,725 |
| Franco-Nevada Corporation | 83,100 | 7,329 | 6,671 |
| Hydro One Limited | 383,200 | 9,087 | 9,036 |
| Intact Financial Corporation | 84,300 | 7,413 | 8,101 |
| Jean Coutu Group (PJC) Inc. (The), Class "A" | 398,700 | 9,853 | 8,341 |
| Linamar Corporation | 89,000 | 5,051 | 5,134 |
| Loblaw Companies Limited | 141,900 | 9,533 | 10,052 |
| Manulife Financial Corporation | 400,700 | 8,490 | 9,581 |
| North West Company Inc. (The) | 318,800 | 8,998 | 8,773 |
| Northview Apartment Real Estate Investment Trust | 495,000 | 10,337 | 9,935 |
| Parkland Fuel Corporation | 90,300 | 2,212 | 2,212 |
| Peyto Exploration & Development Corp. | 209,600 | 7,175 | 6,961 |
| Power Corporation of Canada | 368,100 | 10,819 | 11,061 |
| PrairieSky Royalty Ltd. | 364,100 | 9,617 | 11,629 |
| Restaurant Brands International Inc. | 122,100 | 5,982 | 7,808 |
| Royal Bank of Canada | 104,200 | 7,414 | 9,469 |
| Shaw Communications Inc., Class "B" | 379,100 | 9,904 | 10,213 |
| Suncor Energy Inc. | 156,500 | 5,427 | 6,870 |
| Toronto-Dominion Bank (The) | 120,900 | 5,509 | 8,006 |
| Transcontinental Inc., Class "A", Subordinated Voting | 345,000 | 6,191 | 7,656 |
| Waste Connections, Inc. | 78,991 | 7,174 | 8,321 |
| Westshore Terminals Investment Corporation | 98,900 | 1,869 | 2,561 |
| Winpak Ltd. | 139,000 | 6,210 | 6,313 |
| | | **250,805** | **271,691** |
| **EQUITIES (93.4%) (cont'd)** | | | |
| **United States (18.2%)** | | | |
| Cisco Systems, Inc. | 171,100 | 6,956 | 6,948 |
| Honeywell International Inc. | 46,000 | 7,176 | 7,157 |
| Johnson & Johnson | 34,200 | 4,421 | 5,293 |
| JPMorgan Chase & Co. | 67,900 | 5,993 | 7,871 |
| McDonald's Corporation | 28,400 | 4,351 | 4,643 |
| Microsoft Corporation | 121,300 | 8,649 | 10,121 |
| United Parcel Service, Inc., Class "B" | 61,100 | 8,206 | 9,414 |
| Visa Inc., Class "A" | 69,700 | 7,484 | 7,315 |
| Weyerhaeuser Company | 175,300 | 6,551 | 7,082 |
| | | **59,787** | **65,844** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.4%)** | | **310,592** | **337,535** |
| **TRANSACTION COSTS (0.0%)** | | **(245)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.4%)** | | **310,347** | **337,535** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(129)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (6.7%)** | | | |
| Canadian | | 20,429 | 20,429 |
| Foreign | | 3,594 | 3,587 |
| | | **24,023** | **24,016** |
| **OTHER NET ASSETS (LIABILITIES) (–0.1%)** | | | **(290)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **361,132** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 17,644 | (USD) | (13,200) | 0.748 | 0.745 | (69) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD | 2,069 | (USD) | (1,550) | 0.749 | 0.745 | (11) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD | 1,068 | (USD) | (800) | 0.749 | 0.745 | (6) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD | 9,965 | (USD) | (7,450) | 0.748 | 0.745 | (32) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD | 935 | (USD) | (700) | 0.748 | 0.745 | (4) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD | 1,338 | (USD) | (1,000) | 0.747 | 0.745 | (4) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD | 1,339 | (USD) | (1,000) | 0.747 | 0.745 | (3) |
| | | | | | | | | | **(129)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Dividend Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve a balance of income and capital growth by investing primarily in a mix of high yielding common and preferred shares of Canadian companies and, to a lesser extent, interest bearing securities such as bonds, bills or banker's acceptances.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 69,485 | (34,487) | 34,998 | 9.7 |
| Israeli Shekel | 168 | – | 168 | 0.0 |
| Euro | 27 | – | 27 | 0.0 |
| Indonesian Rupiah | 13 | – | 13 | 0.0 |
| | **69,693** | **(34,487)** | **35,206** | **9.7** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 49,061 | (24,189) | 24,872 | 7.3 |
| Euro | 8,644 | (4,457) | 4,187 | 1.2 |
| Israeli Shekel | 162 | – | 162 | 0.0 |
| Indonesian Rupiah | 13 | – | 13 | 0.0 |
| | **57,880** | **(28,646)** | **29,234** | **8.5** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $3,521,000 or approximately 1.0% (June 30, 2016 – $2,924,000 or approximately 0.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 93.4% (June 30, 2016 – 94.5%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $33,754,000 (June 30, 2016 – $32,175,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **93.4** | **94.5** |
| Canada | 75.2 | 76.0 |
| France | – | 2.5 |
| United States | 18.2 | 16.0 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **6.7** | **5.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 337,535 | – | – | 337,535 |
| | **337,535** | **–** | **–** | **337,535** |
| Unrealized loss on currency forward contracts | – | (129) | – | (129) |
| | **337,535** | **(129)** | **–** | **337,406** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 313,103 | 8,643 | – | 321,746 |
| Unrealized gain on currency forward contracts | – | 97 | – | 97 |
| | **313,103** | **8,740** | **–** | **321,843** |
| Unrealized loss on currency forward contracts | – | (93) | – | (93) |
| Unrealized loss on currency spot contracts | – | (1) | – | (1) |
| | **313,103** | **8,646** | **–** | **321,749** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events,

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 129 | – | – | 129 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **129** | **–** | **–** | **129** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 97 | (71) | – | 26 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **97** | **(71)** | **–** | **26** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 93 | (71) | – | 22 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **93** | **(71)** | **–** | **22** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Dividend Advantage Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 895,486 | 769,620 |
| Unrealized gain on currency forward contracts | 19 | 124 |
| Unrealized gain on currency spot contracts | 14 | – |
| Cash | 65,963 | 65,427 |
| Receivable for securities sold | 10,774 | 12,560 |
| Subscriptions receivable | 389 | 647 |
| Accrued investment income and other | 1,988 | 2,031 |
| | **974,633** | **850,409** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 672 | 653 |
| Payable for securities purchased | 4,155 | 7,333 |
| Redemptions payable | 1,476 | 1,935 |
| Accrued expenses | 100 | 94 |
| Distributions payable | 2 | – |
| Unrealized loss on currency forward contracts | 156 | 301 |
| | **6,561** | **10,316** |
| **Net assets attributable to holders of redeemable units** | **968,072** | **840,093** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 443,209 | 430,478 |
| Series E | 264 | 141 |
| Series F | 65,489 | 61,079 |
| Series FI | n/a | 137 |
| Series FT | 4,685 | 3,169 |
| Series I | 297 | 275 |
| Series IT | 6,418 | 6,058 |
| Series O | 385,500 | 275,862 |
| Series T | 62,210 | 62,894 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 12.36 | 11.77 |
| Series E | 10.79 | 10.27 |
| Series F | 8.57 | 8.15 |
| Series FI | n/a | 10.70 |
| Series FT | 9.95 | 9.56 |
| Series I | 8.13 | 7.74 |
| Series IT | 7.66 | 7.32 |
| Series O | 8.33 | 7.93 |
| Series T | 6.75 | 6.52 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 11,286 | 12,629 |
| Interest for distribution purposes | 193 | 133 |
| Net realized gain (loss) on non-derivative financial assets | 20,423 | 27,198 |
| Net realized gain (loss) on currency forward contracts | (1,309) | (3,591) |
| Change in unrealized gain (loss) on non-derivative financial assets | 45,739 | (104,332) |
| Change in unrealized gain (loss) on currency forward contracts | 40 | 176 |
| Change in unrealized gain (loss) on currency spot contracts | 14 | 59 |
| Net gain (loss) on investments | **76,386** | **(67,728)** |
| Securities lending | 8 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 151 | 538 |
| Total income (loss), net | **76,545** | **(67,190)** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,595 | 4,071 |
| Fixed administration fees (note 6) | 521 | 595 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 2 |
| Foreign withholding taxes/tax reclaims | 75 | 221 |
| Harmonized Sales Tax/Goods and Services Tax | 437 | 497 |
| Transaction costs | 613 | 616 |
| Total expenses | **5,242** | **6,003** |
| Expenses absorbed by the Manager | (1) | – |
| Net expenses | **5,241** | **6,003** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **71,304** | **(73,193)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 33,378 | (41,347) |
| Series E | 17 | (24) |
| Series F | 4,943 | (4,906) |
| Series FI | 7 | (19) |
| Series FT | 296 | (193) |
| Series I | 24 | (20) |
| Series IT | 519 | (422) |
| Series O | 27,525 | (19,518) |
| Series T | 4,595 | (6,744) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.93 | (0.98) |
| Series E | 0.72 | (1.39) |
| Series F | 0.65 | (0.66) |
| Series FI | 0.54 | (0.87) |
| Series FT | 0.79 | (0.77) |
| Series I | 0.67 | (0.63) |
| Series IT | 0.63 | (0.52) |
| Series O | 0.69 | (0.57) |
| Series T | 0.49 | (0.59) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 35,907,363 | 41,731,281 |
| Series E | 23,538 | 17,235 |
| Series F | 7,556,659 | 7,489,478 |
| Series FI | 12,960 | 22,004 |
| Series FT | 375,992 | 247,946 |
| Series I | 35,990 | 31,764 |
| Series IT | 824,179 | 804,831 |
| Series O | 39,853,375 | 34,338,743 |
| Series T | 9,449,352 | 11,391,176 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Advantage Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 430,478 | 570,914 |
| Series E | 141 | 509 |
| Series F | 61,079 | 72,913 |
| Series FI | 137 | 273 |
| Series FT | 3,169 | 2,383 |
| Series I | 275 | 160 |
| Series IT | 6,058 | 3,388 |
| Series O | 275,862 | 296,112 |
| Series T | 62,894 | 92,068 |
| | **840,093** | **1,038,720** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 33,378 | (41,347) |
| Series E | 17 | (24) |
| Series F | 4,943 | (4,906) |
| Series FI | 7 | (19) |
| Series FT | 296 | (193) |
| Series I | 24 | (20) |
| Series IT | 519 | (422) |
| Series O | 27,525 | (19,518) |
| Series T | 4,595 | (6,744) |
| | **71,304** | **(73,193)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (1,830) | (2,200) |
| Series F | (398) | (393) |
| Series FI | (1) | (2) |
| Series FT | (22) | (14) |
| Series I | (3) | (3) |
| Series IT | (68) | (65) |
| Series O | (3,585) | (3,148) |
| Series T | (60) | – |
| From net realized gains on investments | | |
| Series A | (2,579) | (16,278) |
| Series E | (1) | (8) |
| Series F | (372) | (1,983) |
| Series FI | (1) | (8) |
| Series FT | (21) | (68) |
| Series I | (2) | (6) |
| Series IT | (37) | (165) |
| Series O | (1,919) | (7,925) |
| Series T | (376) | (2,171) |
| From return of capital | | |
| Series A | (7,515) | – |
| Series E | (5) | – |
| Series F | (1,073) | – |
| Series FI | (2) | – |
| Series FT | (99) | (25) |
| Series I | (5) | – |
| Series IT | (131) | (34) |
| Series O | (6,298) | – |
| Series T | (1,988) | (1,171) |
| | **(28,391)** | **(35,667)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 31,521 | 17,507 |
| Series E | 106 | – |
| Series F | 10,858 | 9,610 |
| Series FT | 1,699 | 955 |
| Series I | – | 120 |
| Series IT | 144 | 3,410 |
| Series O | 131,354 | 23,166 |
| Series T | 3,031 | 2,099 |
| Reinvested distributions | | |
| Series A | 11,086 | 17,181 |
| Series E | 6 | 8 |
| Series F | 1,257 | 1,770 |
| Series FI | 4 | 10 |
| Series FT | 54 | 24 |
| Series I | 10 | 9 |
| Series IT | 180 | 193 |
| Series O | 11,802 | 11,073 |
| Series T | 948 | 1,339 |
| Payments on redemption | | |
| Series A | (51,330) | (95,424) |
| Series E | – | (352) |
| Series F | (10,805) | (23,808) |
| Series FI | (144) | (21) |
| Series FT | (391) | (456) |
| Series I | (2) | (2) |
| Series IT | (247) | (586) |
| Series O | (49,241) | (46,868) |
| Series T | (6,834) | (18,907) |
| | **85,066** | **(97,950)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 12,731 | (120,561) |
| Series E | (275) | (376) |
| Series F | 4,807 | (19,710) |
| Series FI | 1,541 | (40) |
| Series FT | (164) | 223 |
| Series I | 101 | 98 |
| Series IT | 128,053 | 2,331 |
| Series O | (15,160) | (43,220) |
| Series T | (3,655) | (25,555) |
| | **127,979** | **(206,810)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 443,209 | 450,353 |
| Series E | 264 | 133 |
| Series F | 65,489 | 53,203 |
| Series FI | n/a | 233 |
| Series FT | 4,685 | 2,606 |
| Series I | 297 | 258 |
| Series IT | 6,418 | 5,719 |
| Series O | 385,500 | 252,892 |
| Series T | 62,210 | 66,513 |
| | **968,072** | **831,910** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 71,304 | (73,193) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (20,423) | (27,198) |
| Unrealized foreign currency translation (gain) loss | (1) | (1,105) |
| Change in unrealized (gain) loss on non-derivative financial assets | (45,739) | 104,332 |
| Change in unrealized (gain) loss on currency forward contracts | (40) | (176) |
| Change in unrealized (gain) loss on currency spot contracts | (14) | (59) |
| Purchases of portfolio investments | (393,769) | (303,747) |
| Proceeds from sale of portfolio investments | 332,673 | 467,578 |
| Accrued investment income and other | 43 | 726 |
| Accrued expenses and other payables | 25 | (239) |
| **Net cash provided by (used in) operating activities** | **(55,941)** | **166,919** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 172,658 | 49,495 |
| Amounts paid on redemption of redeemable units | (113,140) | (179,327) |
| Distributions to unitholders of redeemable units | (3,042) | (4,058) |
| **Net cash provided by (used in) financing activities** | **56,476** | **(133,890)** |
| Unrealized foreign currency translation gain (loss) | 1 | 1,105 |
| Net increase (decrease) in cash | 536 | 34,134 |
| Cash (bank overdraft), beginning of period | 65,427 | 14,832 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **65,963** | **48,966** |
| Interest paid[1] | – | 2 |
| Interest received[1] | 204 | 120 |
| Dividends received, net of withholding taxes[1] | 11,249 | 13,208 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Advantage Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (92.5%)** | | | |
| **Canada (88.1%)** | | | |
| Advantage Oil & Gas Ltd. | 318,900 | 2,619 | 2,908 |
| Aecon Group Inc. | 636,600 | 9,333 | 9,708 |
| Agnico-Eagle Mines Limited | 293,800 | 19,430 | 16,585 |
| Aimia Inc. | 1,430,800 | 22,065 | 12,706 |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | 331,400 | 20,626 | 20,176 |
| Altus Group Limited | 521,965 | 8,968 | 16,160 |
| Aritzia Inc., Subordinated Voting | 152,600 | 2,442 | 2,671 |
| Bank of Nova Scotia (The) | 258,200 | 16,057 | 19,303 |
| Boyd Group Income Fund | 37,800 | 1,696 | 3,234 |
| Calfrac Well Services Ltd. | 159,200 | 1,471 | 758 |
| Canaccord Genuity Group Inc. | 2,275,007 | 17,336 | 10,852 |
| Canadian Energy Services & Technology Corp. | 823,400 | 4,229 | 6,307 |
| Canadian National Railway Company | 82,800 | 6,307 | 7,482 |
| Canadian Natural Resources Limited | 590,000 | 21,344 | 25,246 |
| Canadian Pacific Railway Limited | 130,138 | 25,457 | 24,929 |
| Canyon Services Group Inc. | 794,400 | 8,078 | 5,585 |
| CI Financial Corp. | 99,500 | 3,191 | 2,873 |
| Cineplex Inc. | 698,500 | 31,274 | 35,777 |
| Cott Corporation | 341,300 | 6,681 | 5,192 |
| Crescent Point Energy Corp. | 501,500 | 9,794 | 9,152 |
| Detour Gold Corporation | 180,600 | 4,435 | 3,303 |
| DH Corporation | 342,963 | 11,192 | 7,641 |
| Dominion Diamond Corporation | 287,300 | 3,411 | 3,738 |
| Emera Incorporated | 535,224 | 24,408 | 24,294 |
| Empire Company Limited, Non-Voting, Class "A" | 264,000 | 5,409 | 4,150 |
| Enbridge Inc. | 690,400 | 37,142 | 39,008 |
| Enercare Inc. | 686,500 | 6,385 | 12,247 |
| Enerplus Corporation | 1,692,300 | 15,053 | 21,560 |
| Fortis Inc. | 346,000 | 14,209 | 14,345 |
| Freehold Royalties Ltd. | 28,600 | 407 | 405 |
| Gibson Energy Inc. | 405,400 | 6,923 | 7,694 |
| Gluskin Sheff + Associates Inc. | 650,086 | 16,100 | 11,337 |
| Horizon North Logistics Inc. | 1,058,700 | 6,750 | 2,075 |
| Hudson's Bay Company | 880,500 | 17,718 | 11,614 |
| Hydro One Limited | 676,700 | 15,798 | 15,957 |
| IBI Group Inc. | 86,273 | 152 | 506 |
| Intact Financial Corporation | 388,898 | 34,652 | 37,373 |
| Interfor Corporation | 403,400 | 6,616 | 6,063 |
| K-Bro Linen Inc. | 636,150 | 25,709 | 26,814 |
| Knight Therapeutics Inc. | 170,200 | 1,579 | 1,828 |
| Loblaw Companies Limited | 205,300 | 13,950 | 14,543 |
| MacDonald, Dettwiler and Associates Ltd. | 28,600 | 2,390 | 1,913 |
| Manulife Financial Corporation | 931,700 | 18,782 | 22,277 |
| METRO INC., Class "A", Subordinated Voting | 223,700 | 9,090 | 8,984 |
| Morneau Shepell Inc. | 1,408,010 | 23,847 | 27,020 |
| NuVista Energy Ltd., Subscription Receipts | 917,020 | 7,167 | 6,364 |
| Open Text Corporation | 230,168 | 16,764 | 19,086 |
| Parkland Fuel Corporation | 145,050 | 3,991 | 4,080 |
| Pason Systems Inc. | 521,800 | 10,716 | 10,248 |
| Pembina Pipeline Corporation | 170,289 | 6,260 | 7,145 |
| Perpetual Energy Inc. | 230,005 | 6,248 | 541 |
| Precision Drilling Corporation | 1,721,913 | 12,801 | 12,604 |
| Rogers Communications Inc., Class "B" | 539,000 | 25,812 | 27,915 |
| Royal Bank of Canada | 232,300 | 16,799 | 21,109 |
| Secure Energy Services Inc. | 553,400 | 8,074 | 6,480 |
| SEMAFO Inc. | 660,000 | 2,539 | 2,917 |
| Shaw Communications Inc., Class "B" | 530,000 | 14,034 | 14,278 |
| ShawCor Ltd. | 73,500 | 2,294 | 2,634 |
| Silver Wheaton Corp. | 219,400 | 5,511 | 5,691 |
| Stantec Inc. | 287,700 | 8,687 | 9,759 |
| **EQUITIES (92.5%) (cont'd)** | | | |
| **Canada (88.1%) (cont'd)** | | | |
| Suncor Energy Inc. | 116,748 | 4,424 | 5,125 |
| Tahoe Resources Inc. | 306,800 | 4,439 | 3,881 |
| TORC Oil & Gas Ltd. | 395,600 | 3,790 | 3,272 |
| Toronto-Dominion Bank (The) | 357,900 | 18,407 | 23,700 |
| TransCanada Corporation | 467,147 | 22,305 | 28,281 |
| Trican Well Service Ltd. | 388,200 | 2,013 | 1,786 |
| Trinidad Drilling Ltd. | 3,095,700 | 22,462 | 10,340 |
| Uni-Sélect Inc. | 770,100 | 23,382 | 22,710 |
| Valeant Pharmaceuticals International, Inc. | 30,700 | 5,083 | 598 |
| Veresen Inc. | 1,440,300 | 16,691 | 18,882 |
| Waste Connections, Inc. | 123,508 | 10,141 | 13,010 |
| Western Energy Services Corp. | 1,239,000 | 7,344 | 3,841 |
| Whitecap Resources Inc. | 217,500 | 2,390 | 2,645 |
| | | **851,073** | **853,215** |
| **United States (4.4%)** | | | |
| Advance Auto Parts, Inc. | 19,100 | 3,093 | 4,338 |
| Aetna Inc. | 29,300 | 4,362 | 4,880 |
| Anthem, Inc. | 39,400 | 7,577 | 7,607 |
| CVS Health Corporation | 35,900 | 4,571 | 3,805 |
| Dollar General Corporation | 46,900 | 4,437 | 4,664 |
| Dollar Tree, Inc. | 50,000 | 4,650 | 5,181 |
| Kroger Co. (The) | 96,100 | 3,975 | 4,455 |
| Mattel, Inc. | 102,100 | 4,247 | 3,777 |
| Mednax, Inc. | 39,800 | 3,760 | 3,564 |
| | | **40,672** | **42,271** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.5%)** | | **891,745** | **895,486** |
| **TRANSACTION COSTS (0.0%)** | | **(752)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.5%)** | | **890,993** | **895,486** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(137)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (6.8%)** | | | |
| Canadian | | 65,516 | 65,516 |
| Foreign | | 446 | 447 |
| | | **65,962** | **65,963** |
| **OTHER NET ASSETS (LIABILITIES) (0.7%)** | | | **6,760** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **968,072** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | USD 4,000 | (CAD) (5,353) | 1.338 | 1.342 | 16 |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | USD 800 | (CAD) (1,071) | 1.338 | 1.342 | 3 |
| | | | | | | | **19** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 19,415 | (USD) (14,525) | 0.748 | 0.745 | (74) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 968 | (USD) (725) | 0.749 | 0.745 | (5) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 12,183 | (USD) (9,125) | 0.749 | 0.745 | (67) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 2,441 | (USD) (1,825) | 0.748 | 0.745 | (8) |
| Bank of Montreal | A-1 | 24-Feb-17 | USD 800 | (CAD) (1,075) | 1.344 | 1.342 | (2) |
| | | | | | | | **(156)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Advantage Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide income and long-term capital growth by investing primarily in equity securities of Canadian businesses that pay a dividend or distribution.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | – |
| 1-3 years | – | – |
| 3-5 years | – | – |
| 5-10 years | – | 1,810 |
| > 10 years | – | – |
| | **–** | **1,810** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by nil or approximately nil% (June 30, 2016 – $30,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 52,518 | (27,631) | 24,887 | 2.6 |
| Israeli Shekel | 72 | – | 72 | 0.0 |
| Indonesian Rupiah | 6 | – | 6 | 0.0 |
| | **52,596** | **(27,631)** | **24,965** | **2.6** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 80,379 | (42,524) | 37,855 | 4.5 |
| Israeli Shekel | 69 | – | 69 | 0.0 |
| Indonesian Rupiah | 6 | – | 6 | 0.0 |
| | **80,454** | **(42,524)** | **37,930** | **4.5** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $2,497,000 or approximately 0.3% (June 30, 2016 – $3,793,000 or approximately 0.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 92.5% (June 30, 2016 – 91.4%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $89,549,000 (June 30, 2016 – $76,781,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| BB | – | – | 80.7 | 0.9 |
| Unrated | – | – | 19.3 | 0.2 |
| | **0.0** | **0.0** | **100.0** | **1.1** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **–** | **0.2** |
| **Canadian Bonds and Debentures** | | |
| Corporate | – | 0.2 |
| **EQUITIES** | **92.5** | **91.4** |
| Canadian Preferred Equities | – | 0.9 |
| Canada | 88.1 | 79.9 |
| United States | 4.4 | 10.6 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **6.8** | **7.8** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Advantage Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 895,486 | – | – | 895,486 |
| Unrealized gain on currency forward contracts | – | 19 | – | 19 |
| Unrealized gain on currency spot contracts | – | 14 | – | 14 |
| | **895,486** | **33** | **–** | **895,519** |
| Unrealized loss on currency forward contracts | – | (156) | – | (156) |
| | **895,486** | **(123)** | **–** | **895,363** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 767,810 | – | – | 767,810 |
| Bonds and debentures | 1,810 | – | – | 1,810 |
| Unrealized gain on currency forward contracts | – | 124 | – | 124 |
| | **769,620** | **124** | **–** | **769,744** |
| Unrealized loss on currency forward contracts | – | (301) | – | (301) |
| | **769,620** | **(177)** | **–** | **769,443** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 19 | (10) | – | 9 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **19** | **(10)** | **–** | **9** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 156 | (10) | – | 146 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **156** | **(10)** | **–** | **146** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 124 | (31) | – | 93 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **124** | **(31)** | **–** | **93** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 301 | (31) | – | 270 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **301** | **(31)** | **–** | **270** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 3,964 | 4,178 |
| Unrealized gain on currency forward contracts | – | 3 |
| Cash | 137 | 296 |
| Accrued investment income and other | 4 | 13 |
| | **4,105** | **4,490** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 7 | 8 |
| Payable for securities purchased | 22 | 27 |
| Redemptions payable | 4 | 29 |
| Accrued expenses | 1 | 1 |
| Unrealized loss on currency forward contracts | 2 | 3 |
| | **36** | **68** |
| **Net assets attributable to holders of redeemable units** | **4,069** | **4,422** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 545 | 365 |
| Series C | 3,513 | 3,993 |
| Series FC | 11 | 64 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 9.70 | 9.43 |
| Series C | 4.00 | 3.89 |
| Series FC | 4.12 | 3.97 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 42 | 74 |
| Net realized gain (loss) on non-derivative financial assets | 74 | (437) |
| Net realized gain (loss) on currency forward contracts | 1 | – |
| Change in unrealized gain (loss) on non-derivative financial assets | 79 | (91) |
| Change in unrealized gain (loss) on currency forward contracts | (2) | – |
| Net gain (loss) on investments | **194** | **(454)** |
| Net realized and unrealized foreign currency translation gain (loss) | 8 | 1 |
| Total income (loss), net | **202** | **(453)** |
| **EXPENSES** | | |
| Management fees (note 5) | 44 | 56 |
| Fixed administration fees (note 6) | 6 | 8 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 1 |
| Foreign withholding taxes/tax reclaims | 4 | 10 |
| Harmonized Sales Tax/Goods and Services Tax | 5 | 7 |
| Transaction costs | 8 | 14 |
| Total expenses | **68** | **97** |
| Expenses absorbed by the Manager | (1) | – |
| Net expenses | **67** | **97** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **135** | **(550)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 1 | (25) |
| Series C | 128 | (527) |
| Series FC | 6 | 2 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.02 | (0.86) |
| Series C | 0.14 | (0.39) |
| Series FC | 0.70 | 0.25 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 44,852 | 28,607 |
| Series C | 936,222 | 1,339,149 |
| Series FC | 8,562 | 8,826 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 365 | 292 |
| Series C | 3,993 | 6,487 |
| Series FC | 64 | 12 |
| | **4,422** | **6,791** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 1 | (25) |
| Series C | 128 | (527) |
| Series FC | 6 | 2 |
| | **135** | **(550)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 273 | 110 |
| Series FC | – | 46 |
| Payments on redemption | | |
| Series A | (94) | (50) |
| Series C | (608) | (1,309) |
| Series FC | (59) | – |
| | **(488)** | **(1,203)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 180 | 35 |
| Series C | (480) | (1,836) |
| Series FC | (53) | 48 |
| | **(353)** | **(1,753)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 545 | 327 |
| Series C | 3,513 | 4,651 |
| Series FC | 11 | 60 |
| | **4,069** | **5,038** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 135 | (550) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (74) | 437 |
| Unrealized foreign currency translation (gain) loss | (9) | 6 |
| Change in unrealized (gain) loss on non-derivative financial assets | (79) | 91 |
| Change in unrealized (gain) loss on currency forward contracts | 2 | – |
| Purchases of portfolio investments | (942) | (1,559) |
| Proceeds from sale of portfolio investments | 1,304 | 2,661 |
| Accrued investment income and other | 9 | 36 |
| Accrued expenses and other payables | (1) | (3) |
| **Net cash provided by (used in) operating activities** | **345** | **1,119** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 246 | 110 |
| Amounts paid on redemption of redeemable units | (759) | (1,317) |
| **Net cash provided by (used in) financing activities** | **(513)** | **(1,207)** |
| Unrealized foreign currency translation gain (loss) | 9 | (6) |
| Net increase (decrease) in cash | (159) | (94) |
| Cash (bank overdraft), beginning of period | 296 | 119 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **137** | **25** |
| Interest paid[1] | – | 1 |
| Dividends received, net of withholding taxes[1] | 49 | 74 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (0.0%)** | | | | |
| **Foreign Bonds and Debentures (0.0%)** | | | | |
| **Oman (0.0%)** | | | | |
| Bank Muscat (SAOG), 3.50% Mar. 19 18, installment receipts | OMR | 7 | **2** | **2** |
| **EQUITIES (97.4%)** | | | | |
| **Brazil (8.0%)** | | | | |
| Cielo SA | | 7,144 | 75 | 82 |
| M. Dias Branco SA Indústria e Comércio de Alimentos | | 3,000 | 83 | 142 |
| Smiles SA | | 5,550 | 108 | 102 |
| | | | **266** | **326** |
| **China (16.7%)** | | | | |
| AAC Technologies Holdings Inc. | | 10,000 | 70 | 121 |
| China Railway Signal & Communication Corporation Limited, Series "H" | | 99,000 | 103 | 95 |
| Kweichow Moutai Co., Ltd., Class "A" | | 1,983 | 62 | 128 |
| Li Ning Company Limited | | 133,000 | 89 | 112 |
| Shanghai International Airport Co., Ltd., Class "A" | | 19,700 | 120 | 101 |
| Zhengzhou Yutong Bus Co., Ltd., Series "A" | | 32,300 | 138 | 122 |
| | | | **582** | **679** |
| **Greece (2.6%)** | | | | |
| Jumbo SA | | 4,900 | **84** | **104** |
| **Hong Kong (10.8%)** | | | | |
| AIA Group Limited | | 12,800 | 95 | 96 |
| Hengan International Group Company Limited | | 4,000 | 39 | 39 |
| MGM China Holdings Limited | | 46,000 | 121 | 128 |
| Tongda Group Holdings Limited | | 220,000 | 78 | 76 |
| Value Partners Group Limited | | 74,000 | 93 | 79 |
| Xinyi Solar Holdings Limited | | 46,500 | 20 | 20 |
| | | | **446** | **438** |
| **India (16.1%)** | | | | |
| Axis Bank Limited | | 9,500 | 44 | 84 |
| Bank of Baroda | | 30,150 | 75 | 91 |
| Equitas Holdings Limited | | 6,700 | 21 | 19 |
| Indiabulls Housing Finance Limited | | 5,000 | 68 | 64 |
| LIC Housing Finance Limited | | 8,500 | 81 | 94 |
| Lupin Limited | | 1,500 | 16 | 44 |
| Mahindra & Mahindra Limited | | 4,700 | 39 | 109 |
| Tata Motors Limited | | 13,900 | 90 | 129 |
| Welspun India Limited | | 16,969 | 36 | 22 |
| | | | **470** | **656** |
| **Indonesia (5.9%)** | | | | |
| PT Bank Rakyat Indonesia (Persero) Tbk | | 105,000 | 105 | 122 |
| PT Matahari Putra Prima Tbk | | 552,500 | 141 | 81 |
| PT Selamat Sempurna Tbk | | 400,000 | 37 | 39 |
| | | | **283** | **242** |
| **Nigeria (1.9%)** | | | | |
| Guaranty Trust Bank PLC | | 719,000 | **139** | **76** |
| **Oman (0.7%)** | | | | |
| Bank Muscat (SAOG) | | 16,222 | **32** | **27** |
| **Pakistan (5.2%)** | | | | |
| Engro Fertilizers Limited | | 77,000 | 77 | 67 |
| United Bank Limited | | 47,600 | 95 | 146 |
| | | | **172** | **213** |
| **Philippines (3.3%)** | | | | |
| BDO Unibank, Inc. | | 6,930 | 20 | 21 |
| Jollibee Foods Corporation | | 15,530 | 88 | 81 |
| PLDT Inc. | | 840 | 41 | 31 |
| | | | **149** | **133** |
| **EQUITIES (97.4%) (cont'd)** | | | | |
| **Qatar (0.5%)** | | | | |
| Doha Bank Q.S.C. | | 1,600 | **28** | **21** |
| **South Korea (3.6%)** | | | | |
| LIG Nex1 Co., Ltd. | | 1,070 | 124 | 96 |
| Medytox Inc. | | 104 | 16 | 41 |
| Value Added Technology Co., Ltd. | | 240 | 11 | 10 |
| | | | **151** | **147** |
| **Taiwan (8.3%)** | | | | |
| Airtac International Group | | 6,000 | 64 | 64 |
| Egis Technology Inc. | | 8,500 | 57 | 93 |
| MediaTek Inc. | | 9,000 | 148 | 81 |
| Taiwan Semiconductor Manufacturing Company Limited | | 13,000 | 71 | 98 |
| | | | **340** | **336** |
| **Thailand (4.9%)** | | | | |
| Ananda Development Public Company Limited | | 649,300 | 63 | 120 |
| Pruksa Holding Public Company Limited | | 96,500 | 113 | 81 |
| | | | **176** | **201** |
| **Turkey (1.0%)** | | | | |
| Türkiye Sinai Kalkinma Bankasi AS | | 76,400 | **46** | **41** |
| **United Arab Emirates (4.7%)** | | | | |
| Aramex PJSC | | 97,200 | 114 | 144 |
| Emaar Properties PJSC | | 18,600 | 47 | 48 |
| | | | **161** | **192** |
| **United States (3.2%)** | | | | |
| VinaCapital Vietnam Opportunity Fund Limited | | 28,300 | **82** | **130** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.4%)** | | | **3,609** | **3,964** |
| **TRANSACTION COSTS (0.0%)** | | | **(11)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.4%)** | | | **3,598** | **3,964** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | | **–** | **(2)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (3.4%)** | | | | |
| Canadian | | | 1 | 1 |
| Foreign | | | 136 | 136 |
| | | | **137** | **137** |
| **OTHER NET ASSETS (LIABILITIES) (–0.8%)** | | | | **(30)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **4,069** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 58 | (GBP) (35) | 0.600 | 0.603 | – |
| | | | | | | | – |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 32 | (EUR) (23) | 0.715 | 0.705 | – |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 200 | (USD) (150) | 0.749 | 0.745 | (2) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | USD 25 | (CAD) (34) | 1.353 | 1.342 | – |
| | | | | | | | **(2)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital appreciation by investing primarily in equity securities of companies that are located or doing business primarily in emerging markets.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | – |
| 1-3 years | 2 | 2 |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **2** | **2** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $0 or approximately 0.0% (June 30, 2016 – $0 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Hong Kong Dollar | 761 | – | 761 | 18.7 |
| Indian Rupee | 656 | – | 656 | 16.1 |
| Chinese Yuan | 419 | – | 419 | 10.3 |
| New Taiwan Dollar | 337 | – | 337 | 8.3 |
| Brazilian Real | 327 | – | 327 | 8.0 |
| Indonesian Rupiah | 242 | – | 242 | 5.9 |
| Pakistani Rupee | 228 | – | 228 | 5.6 |
| Thailand Baht | 205 | – | 205 | 5.0 |
| Arab Emirates Dirham | 192 | – | 192 | 4.7 |
| US Dollar | 174 | (168) | 6 | 0.1 |
| South Korean Won | 147 | – | 147 | 3.6 |
| Philippine Peso | 121 | – | 121 | 3.0 |
| Euro | 104 | (32) | 72 | 1.8 |
| Nigerian Naira | 77 | – | 77 | 1.9 |
| New Turkish Lira | 41 | – | 41 | 1.0 |
| Omani Riyal | 29 | – | 29 | 0.7 |
| Quatari Riyal | 21 | – | 21 | 0.5 |
| Pound Sterling | 0 | (58) | (58) | (1.4) |
| | **4,081** | **(258)** | **3,823** | **93.8** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Hong Kong Dollar | 797 | (0) | 797 | 18.0 |
| Indian Rupee | 684 | – | 684 | 15.5 |
| New Taiwan Dollar | 494 | – | 494 | 11.2 |
| Brazilian Real | 425 | – | 425 | 9.6 |
| Chinese Yuan | 417 | – | 417 | 9.4 |
| Thailand Baht | 275 | – | 275 | 6.2 |
| Indonesian Rupiah | 234 | – | 234 | 5.3 |
| South Korean Won | 204 | – | 204 | 4.6 |
| Arab Emirates Dirham | 189 | – | 189 | 4.3 |
| Pakistani Rupee | 181 | – | 181 | 4.1 |
| Philippine Peso | 153 | – | 153 | 3.5 |
| US Dollar | 126 | – | 126 | 2.9 |
| Euro | 119 | (79) | 40 | 0.9 |
| Nigerian Naira | 92 | – | 92 | 2.1 |
| Omani Riyal | 23 | – | 23 | 0.5 |
| Quatari Riyal | 20 | – | 20 | 0.5 |
| | **4,433** | **(79)** | **4,354** | **98.6** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $382,000 or approximately 9.4% (June 30, 2016 – $435,000 or approximately 9.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 97.4% (June 30, 2016 – 94.5%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $396,000 (June 30, 2016 – $418,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| Unrated | 100.0 | 0.0 | 100.0 | 0.8 |
| | **100.0** | **0.0** | **100.0** | **0.8** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **0.0** | **0.0** |
| **Foreign Bonds and Debentures** | | |
| Oman | 0.0 | 0.0 |
| **EQUITIES** | **97.4** | **94.5** |
| Brazil | 8.0 | 9.6 |
| China | 16.7 | 19.0 |
| Greece | 2.6 | 2.7 |
| Hong Kong | 10.8 | 8.1 |
| India | 16.1 | 15.5 |
| Indonesia | 5.9 | 5.9 |
| Nigeria | 1.9 | 1.7 |
| Oman | 0.7 | 0.5 |
| Pakistan | 5.2 | 3.8 |
| Philippines | 3.3 | 3.5 |
| Qatar | 0.5 | 0.5 |
| South Korea | 3.6 | 4.6 |
| Taiwan | 8.3 | 6.4 |
| Thailand | 4.9 | 6.2 |
| Turkey | 1.0 | – |
| United Arab Emirates | 4.7 | 4.3 |
| United States | 3.2 | 2.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **3.4** | **6.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | – | 3,962 | – | 3,962 |
| Bonds and debentures | – | 2 | – | 2 |
| | **–** | **3,964** | **–** | **3,964** |
| Unrealized loss on currency forward contracts | – | (2) | – | (2) |
| | **–** | **3,962** | **–** | **3,962** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 425 | 3,751 | – | 4,176 |
| Bonds and debentures | – | 2 | – | 2 |
| Unrealized gain on currency forward contracts | – | 3 | – | 3 |
| | **425** | **3,756** | **–** | **4,181** |
| Unrealized loss on currency forward contracts | – | (3) | – | (3) |
| | **425** | **3,753** | **–** | **4,178** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 2 | – | – | 2 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **2** | **–** | **–** | **2** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3 | (3) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **3** | **(3)** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3 | (3) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **3** | **(3)** | **–** | **–** |

As at June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| VinaCapital Vietnam Opportunity Fund Limited | 130 | 0.0 |
| | **130** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| VinaCapital Vietnam Opportunity Fund Limited | 98 | 0.0 |
| | **98** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic European Value Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 75,691 | 77,810 |
| Unrealized gain on currency forward contracts | – | 295 |
| Unrealized gain on currency spot contracts | 1 | – |
| Cash | – | 1,864 |
| Receivable for securities sold | 377 | – |
| Subscriptions receivable | 49 | 87 |
| Accrued investment income and other | 266 | 510 |
| | **76,384** | **80,566** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 163 | – |
| Management fee payable | 111 | 120 |
| Redemptions payable | 623 | 435 |
| Accrued expenses | 17 | 18 |
| Unrealized loss on currency forward contracts | 177 | 20 |
| | **1,091** | **593** |
| **Net assets attributable to holders of redeemable units** | **75,293** | **79,973** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 56,869 | 61,034 |
| Series F | 7,010 | 7,964 |
| Series I | 971 | 977 |
| Series O | 10,443 | 9,998 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 26.07 | 23.19 |
| Series F | 8.66 | 7.77 |
| Series I | 9.18 | 8.27 |
| Series O | 9.94 | 8.94 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 19.42 | 17.83 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 704 | 961 |
| Interest for distribution purposes | – | 1 |
| Net realized gain (loss) on non-derivative financial assets | 4,463 | 3,093 |
| Net realized gain (loss) on currency forward contracts | 747 | (1,017) |
| Change in unrealized gain (loss) on non-derivative financial assets | 5,517 | (683) |
| Change in unrealized gain (loss) on currency forward contracts | (452) | 149 |
| Change in unrealized gain (loss) on currency spot contracts | 1 | – |
| Net gain (loss) on investments | **10,980** | **2,504** |
| Net realized and unrealized foreign currency translation gain (loss) | (49) | 41 |
| Total income (loss), net | **10,931** | **2,545** |
| **EXPENSES** | | |
| Management fees (note 5) | 640 | 879 |
| Fixed administration fees (note 6) | 96 | 142 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | 2 |
| Foreign withholding taxes/tax reclaims | 51 | 45 |
| Harmonized Sales Tax/Goods and Services Tax | 78 | 105 |
| Transaction costs | 167 | 123 |
| Total expenses | **1,035** | **1,297** |
| Expenses absorbed by the Manager | – | (7) |
| Net expenses | **1,035** | **1,290** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **9,896** | **1,255** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 7,377 | 846 |
| Series F | 993 | 137 |
| Series I | 134 | (34) |
| Series O | 1,392 | 306 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 3.03 | 0.28 |
| Series F | 1.10 | 0.06 |
| Series I | 1.20 | (0.06) |
| Series O | 1.29 | 0.24 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 2,436,816 | 3,083,402 |
| Series F | 906,198 | 2,031,600 |
| Series I | 111,976 | 515,398 |
| Series O | 1,078,652 | 1,277,241 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 61,034 | 80,898 |
| Series F | 7,964 | 13,544 |
| Series I | 977 | 4,920 |
| Series O | 9,998 | 12,860 |
| | **79,973** | **112,222** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 7,377 | 846 |
| Series F | 993 | 137 |
| Series I | 134 | (34) |
| Series O | 1,392 | 306 |
| | **9,896** | **1,255** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (299) | – |
| Series F | (149) | – |
| Series I | (27) | – |
| Series O | (289) | – |
| | **(764)** | **–** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,059 | 6,627 |
| Series F | 1,118 | 7,200 |
| Series I | 40 | 1,170 |
| Series O | 102 | 157 |
| Reinvested distributions | | |
| Series A | 260 | – |
| Series F | 115 | – |
| Series I | 27 | – |
| Series O | 289 | – |
| Payments on redemption | | |
| Series A | (12,562) | (10,853) |
| Series F | (3,031) | (3,134) |
| Series I | (180) | (4,957) |
| Series O | (1,049) | (1,106) |
| | **(13,812)** | **(4,896)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (4,165) | (3,380) |
| Series F | (954) | 4,203 |
| Series I | (6) | (3,821) |
| Series O | 445 | (643) |
| | **(4,680)** | **(3,641)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 56,869 | 77,518 |
| Series F | 7,010 | 17,747 |
| Series I | 971 | 1,099 |
| Series O | 10,443 | 12,217 |
| | **75,293** | **108,581** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 9,896 | 1,255 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (4,463) | (3,093) |
| Unrealized foreign currency translation (gain) loss | (5) | (11) |
| Change in unrealized (gain) loss on non-derivative financial assets | (5,517) | 683 |
| Change in unrealized (gain) loss on currency forward contracts | 452 | (149) |
| Change in unrealized (gain) loss on currency spot contracts | (1) | – |
| Purchases of portfolio investments | (36,643) | (22,340) |
| Proceeds from sale of portfolio investments | 48,365 | 28,888 |
| Accrued investment income and other | 244 | (108) |
| Accrued expenses and other payables | (10) | (3) |
| **Net cash provided by (used in) operating activities** | **12,318** | **5,122** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 1,671 | 14,836 |
| Amounts paid on redemption of redeemable units | (15,948) | (19,678) |
| Distributions to unitholders of redeemable units | (73) | – |
| **Net cash provided by (used in) financing activities** | **(14,350)** | **(4,842)** |
| Unrealized foreign currency translation gain (loss) | 5 | 11 |
| Net increase (decrease) in cash | (2,027) | 291 |
| Cash (bank overdraft), beginning of period | 1,864 | 21 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(163)** | **312** |
| Interest paid[1] | 2 | 2 |
| Interest received[1] | – | 1 |
| Dividends received, net of withholding taxes[1] | 823 | 811 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic European Value Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (100.7%)** | | | |
| **Austria (2.5%)** | | | |
| ams AG | 49,000 | **2,040** | **1,868** |
| **France (21.0%)** | | | |
| Accor SA | 47,000 | 2,547 | 2,359 |
| AXA SA | 65,000 | 1,741 | 2,208 |
| BNP Paribas | 27,500 | 1,773 | 2,358 |
| Compagnie Générale des Etablissements Michelin | 13,000 | 1,561 | 1,946 |
| Kering | 2,700 | 615 | 815 |
| L'Air Liquide SA | 7,875 | 1,099 | 1,177 |
| Pernod Ricard SA | 16,200 | 2,270 | 2,362 |
| Ubisoft Entertainment SA | 54,000 | 2,752 | 2,586 |
| | | **14,358** | **15,811** |
| **Germany (16.8%)** | | | |
| adidas AG | 5,400 | 497 | 1,149 |
| Bayer Aktiengesellschaft | 18,000 | 2,331 | 2,528 |
| Bayerische Motoren Werke Aktiengesellschaft | 18,000 | 2,077 | 2,269 |
| Hugo Boss AG | 26,500 | 2,029 | 2,201 |
| Infineon Technologies AG | 79,000 | 1,829 | 1,843 |
| Stabilus SA | 37,300 | 1,372 | 2,695 |
| | | **10,135** | **12,685** |
| **Greece (4.3%)** | | | |
| Fourlis SA | 225,000 | 1,095 | 1,300 |
| Jumbo SA | 91,000 | 1,115 | 1,938 |
| | | **2,210** | **3,238** |
| **Ireland (6.8%)** | | | |
| Allergan PLC | 8,800 | 2,456 | 2,484 |
| Ryanair Holdings PLC, Sponsored ADR | 23,300 | 2,219 | 2,605 |
| | | **4,675** | **5,089** |
| **Israel (2.8%)** | | | |
| Teva Pharmaceutical Industries Ltd., Sponsored ADR | 43,000 | **3,149** | **2,094** |
| **Italy (3.2%)** | | | |
| UniCredit SPA | 623,000 | **2,493** | **2,411** |
| **Netherlands (2.0%)** | | | |
| NXP Semiconductors NV | 3,000 | 291 | 395 |
| Yandex N.V., Class "A" | 41,000 | 1,078 | 1,108 |
| | | **1,369** | **1,503** |
| **Sweden (3.4%)** | | | |
| Atlas Copco AB, Series "A" | 33,500 | 1,117 | 1,372 |
| Hexagon AB, Series "B" | 24,000 | 1,133 | 1,153 |
| | | **2,250** | **2,525** |
| **Switzerland (4.9%)** | | | |
| Compagnie Financière Richemont SA | 9,313 | 883 | 830 |
| Swatch Group Ltd. (The), Series "B" | 6,800 | 3,414 | 2,845 |
| | | **4,297** | **3,675** |
| **EQUITIES (100.7%) (cont'd)** | | | |
| **Ukraine (1.9%)** | | | |
| MHP SA, GDR | 118,000 | **1,862** | **1,393** |
| **United Kingdom (28.6%)** | | | |
| Berkeley Group Holdings PLC (The) | 50,500 | 2,104 | 2,346 |
| Carnival PLC | 18,647 | 1,122 | 1,270 |
| GlaxoSmithKline PLC, Sponsored ADR | 15,126 | 814 | 782 |
| JUST EAT PLC | 210,000 | 1,827 | 2,028 |
| Meggitt PLC | 264,689 | 2,395 | 2,009 |
| NEXT PLC | 32,500 | 3,069 | 2,674 |
| Royal Dutch Shell PLC, Sponsored ADR, "A" Shares | 39,000 | 2,724 | 2,849 |
| Softcat PLC | 255,000 | 1,345 | 1,245 |
| Spectris PLC | 59,000 | 2,049 | 2,258 |
| Weir Group PLC (The) | 50,000 | 1,474 | 1,557 |
| Whitbread PLC | 40,000 | 2,624 | 2,499 |
| | | **21,547** | **21,517** |
| **United States (2.5%)** | | | |
| QUALCOMM Incorporated | 21,500 | **1,973** | **1,882** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.7%)** | | **72,358** | **75,691** |
| **TRANSACTION COSTS (0.0%)** | | **(219)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.7%)** | | **72,139** | **75,691** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.2%)** | | **–** | **(177)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–0.2%)** | | | |
| Canadian | | (272) | (272) |
| Foreign | | 109 | 109 |
| | | **(163)** | **(163)** |
| **OTHER NET ASSETS (LIABILITIES) (–0.3%)** | | | **(58)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **75,293** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 8,526 | (EUR) (6,100) | 0.715 | 0.705 | (132) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 3,362 | (EUR) (2,400) | 0.714 | 0.705 | (45) |
| | | | | | | | **(177)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic European Value Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth by investing primarily in equity securities of businesses which are expected to benefit from the economic rationalization of the European markets.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Euro | 34,404 | (12,065) | 22,339 | 29.7 |
| Pound Sterling | 17,919 | – | 17,919 | 23.8 |
| US Dollar | 15,612 | – | 15,612 | 20.7 |
| Swiss Franc | 5,597 | – | 5,597 | 7.4 |
| Swedish Krona | 2,525 | – | 2,525 | 3.4 |
| Danish Krone | 9 | – | 9 | 0.0 |
| | **76,066** | **(12,065)** | **64,001** | **85.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Euro | 38,922 | (27,317) | 11,605 | 14.5 |
| US Dollar | 15,641 | – | 15,641 | 19.6 |
| Pound Sterling | 13,546 | (6,717) | 6,829 | 8.5 |
| Swiss Franc | 5,610 | – | 5,610 | 7.0 |
| Swedish Krona | 3,701 | – | 3,701 | 4.6 |
| Danish Krone | 1,779 | – | 1,779 | 2.2 |
| | **79,199** | **(34,034)** | **45,165** | **56.4** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $6,400,000 or approximately 8.5% (June 30, 2016 – $4,517,000 or approximately 5.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 100.7% (June 30, 2016 – 97.4%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $7,569,000 (June 30, 2016 – $7,781,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **100.7** | **97.4** |
| Austria | 2.5 | – |
| Denmark | – | 2.2 |
| Finland | – | 1.2 |
| France | 21.0 | 14.2 |
| Germany | 16.8 | 16.4 |
| Greece | 4.3 | 3.8 |
| Ireland | 6.8 | 2.8 |
| Israel | 2.8 | 3.2 |
| Italy | 3.2 | 6.5 |
| Netherlands | 2.0 | 2.5 |
| Spain | – | 3.3 |
| Sweden | 3.4 | 4.6 |
| Switzerland | 4.9 | 7.0 |
| Ukraine | 1.9 | 2.2 |
| United Kingdom | 28.6 | 27.5 |
| United States | 2.5 | – |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **(0.2)** | **2.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 14,199 | 61,492 | – | 75,691 |
| Unrealized gain on currency spot contracts | – | 1 | – | 1 |
| | **14,199** | **61,493** | **–** | **75,692** |
| Unrealized loss on currency forward contracts | – | (177) | – | (177) |
| | **14,199** | **61,316** | **–** | **75,515** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic European Value Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 13,882 | 63,928 | – | 77,810 |
| Unrealized gain on currency forward contracts | – | 295 | – | 295 |
| | **13,882** | **64,223** | **–** | **78,105** |
| Unrealized loss on currency forward contracts | – | (20) | – | (20) |
| | **13,882** | **64,203** | **–** | **78,085** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 177 | – | – | 177 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **177** | **–** | **–** | **177** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 295 | (13) | – | 282 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **295** | **(13)** | **–** | **282** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 20 | (13) | – | 7 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **20** | **(13)** | **–** | **7** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Far East Value Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 107,102 | 114,681 |
| Unrealized gain on currency forward contracts | – | 40 |
| Cash | 1,843 | 5,602 |
| Receivable for securities sold | 444 | 20 |
| Subscriptions receivable | 6 | 350 |
| Accrued investment income and other | 163 | 400 |
| | **109,558** | **121,093** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 89 | 101 |
| Payable for securities purchased | 576 | 608 |
| Redemptions payable | 254 | 217 |
| Accrued expenses | 21 | 22 |
| Unrealized loss on currency forward contracts | 24 | 89 |
| | **964** | **1,037** |
| **Net assets attributable to holders of redeemable units** | **108,594** | **120,056** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 46,729 | 53,247 |
| Series F | 5,430 | 5,434 |
| Series I | 721 | 1,127 |
| Series IP | 21 | 689 |
| Series O | 55,685 | 59,551 |
| Series OP | 8 | 8 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 22.11 | 22.02 |
| Series F | 9.85 | 9.81 |
| Series I | 11.42 | 11.52 |
| Series IP | 11.98 | 12.07 |
| Series O | 11.52 | 11.55 |
| Series OP | 14.58 | 14.59 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 16.47 | 16.93 |
| Series F | 7.34 | 7.54 |
| Series IP | 8.92 | 9.28 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,219 | 2,138 |
| Net realized gain (loss) on non-derivative financial assets | 3,604 | 7,365 |
| Net realized gain (loss) on currency forward contracts | (146) | (572) |
| Change in unrealized gain (loss) on non-derivative financial assets | (1,890) | (13,233) |
| Change in unrealized gain (loss) on currency forward contracts | 25 | 286 |
| Net gain (loss) on investments | **2,812** | **(4,016)** |
| Net realized and unrealized foreign currency translation gain (loss) | 174 | (21) |
| Total income (loss), net | **2,986** | **(4,037)** |
| **EXPENSES** | | |
| Management fees (note 5) | 549 | 685 |
| Fixed administration fees (note 6) | 122 | 154 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 3 | 3 |
| Foreign withholding taxes/tax reclaims | 120 | 221 |
| Harmonized Sales Tax/Goods and Services Tax | 69 | 85 |
| Transaction costs | 206 | 349 |
| Total expenses | **1,070** | **1,498** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,070** | **1,498** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **1,916** | **(5,535)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 567 | (2,959) |
| Series F | 95 | (280) |
| Series I | 38 | (94) |
| Series IP | 57 | (57) |
| Series O | 1,159 | (2,145) |
| Series OP | –** | –** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.25 | (1.06) |
| Series F | 0.16 | (0.52) |
| Series I | 0.44 | (0.97) |
| Series IP | 2.09 | (0.84) |
| Series O | 0.23 | (0.39) |
| Series OP | 0.24 | (0.42) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 2,259,889 | 2,775,813 |
| Series F | 575,640 | 532,721 |
| Series I | 86,336 | 96,844 |
| Series IP | 27,296 | 67,754 |
| Series O | 4,965,706 | 5,543,392 |
| Series OP | 535 | 503 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Far East Value Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 53,247 | 74,302 |
| Series F | 5,434 | 7,089 |
| Series I | 1,127 | 1,671 |
| Series IP | 689 | 944 |
| Series O | 59,551 | 77,849 |
| Series OP | 8 | 8 |
| | **120,056** | **161,863** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 567 | (2,959) |
| Series F | 95 | (280) |
| Series I | 38 | (94) |
| Series IP | 57 | (57) |
| Series O | 1,159 | (2,145) |
| | **1,916** | **(5,535)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | – | (70) |
| Series F | (37) | (75) |
| Series I | (17) | (33) |
| Series IP | (1) | (20) |
| Series O | (1,012) | (1,712) |
| From net realized gains on investments | | |
| Series A | – | (2,858) |
| Series F | – | (246) |
| Series I | – | (55) |
| Series IP | – | (35) |
| Series O | – | (2,899) |
| Series OP | – | (1) |
| | **(1,067)** | **(8,004)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,052 | 1,559 |
| Series F | 2,170 | 1,532 |
| Series I | 95 | 56 |
| Series IP | 32 | 249 |
| Series O | 1,995 | 3,631 |
| Reinvested distributions | | |
| Series A | – | 2,791 |
| Series F | 32 | 262 |
| Series I | 16 | 84 |
| Series IP | 1 | 54 |
| Series O | 1,012 | 4,611 |
| Series OP | – | 1 |
| Payments on redemption | | |
| Series A | (8,137) | (8,212) |
| Series F | (2,264) | (2,117) |
| Series I | (538) | (519) |
| Series IP | (757) | (250) |
| Series O | (7,020) | (9,143) |
| | **(12,311)** | **(5,411)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (6,518) | (9,749) |
| Series F | (4) | (924) |
| Series I | (406) | (561) |
| Series IP | (668) | (59) |
| Series O | (3,866) | (7,657) |
| | **(11,462)** | **(18,950)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 46,729 | 64,553 |
| Series F | 5,430 | 6,165 |
| Series I | 721 | 1,110 |
| Series IP | 21 | 885 |
| Series O | 55,685 | 70,192 |
| Series OP | 8 | 8 |
| | **108,594** | **142,913** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 1,916 | (5,535) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,604) | (7,365) |
| Unrealized foreign currency translation (gain) loss | (71) | 110 |
| Change in unrealized (gain) loss on non-derivative financial assets | 1,890 | 13,233 |
| Change in unrealized (gain) loss on currency forward contracts | (25) | (286) |
| Purchases of portfolio investments | (26,381) | (48,050) |
| Proceeds from sale of portfolio investments | 35,218 | 58,630 |
| Accrued investment income and other | 237 | 238 |
| Accrued expenses and other payables | (13) | (21) |
| **Net cash provided by (used in) operating activities** | **9,167** | **10,954** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 3,530 | 6,288 |
| Amounts paid on redemption of redeemable units | (16,521) | (19,294) |
| Distributions to unitholders of redeemable units | (6) | (201) |
| **Net cash provided by (used in) financing activities** | **(12,997)** | **(13,207)** |
| Unrealized foreign currency translation gain (loss) | 71 | (110) |
| Net increase (decrease) in cash | (3,759) | (2,363) |
| Cash (bank overdraft), beginning of period | 5,602 | 3,222 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **1,843** | **859** |
| Interest paid[1] | 3 | 3 |
| Dividends received, net of withholding taxes[1] | 1,405 | 2,128 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Far East Value Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (98.8%)** | | | |
| **Australia (2.0%)** | | | |
| IPH Limited | 377,300 | 2,000 | 1,872 |
| Navitas Limited | 61,600 | 269 | 297 |
| | | **2,269** | **2,169** |
| **China (14.7%)** | | | |
| AAC Technologies Holdings Inc. | 278,000 | 743 | 3,358 |
| China Railway Signal & Communication Corporation Limited, Series "H" | 2,783,000 | 2,883 | 2,679 |
| Kweichow Moutai Co., Ltd., Class "A" | 51,030 | 1,568 | 3,291 |
| Li Ning Company Limited | 3,394,500 | 2,324 | 2,855 |
| Shanghai International Airport Co., Ltd., Class "A" | 205,089 | 1,201 | 1,050 |
| Zhengzhou Yutong Bus Co., Ltd., Series "A" | 715,199 | 3,026 | 2,704 |
| | | **11,745** | **15,937** |
| **Hong Kong (9.2%)** | | | |
| AIA Group Limited | 288,600 | 2,151 | 2,169 |
| China High Precision Automation Group Limited* | 6,779,000 | 4,205 | 47 |
| Hengan International Group Company Limited | 101,000 | 993 | 994 |
| Li & Fung Limited | 153,460 | 136 | 90 |
| NewOcean Energy Holdings Limited | 1,700,000 | 719 | 605 |
| Real Gold Mining Limited* | 3,007,000 | 3,751 | – |
| Tongda Group Holdings Limited | 8,400,000 | 2,233 | 2,898 |
| Value Partners Group Limited | 2,170,100 | 1,570 | 2,318 |
| Xinyi Solar Holdings Limited | 1,908,000 | 606 | 829 |
| | | **16,364** | **9,950** |
| **India (11.8%)** | | | |
| Axis Bank Limited | 183,900 | 1,815 | 1,633 |
| Equitas Holdings Limited | 178,600 | 547 | 511 |
| Indiabulls Housing Finance Limited | 136,900 | 1,850 | 1,747 |
| LIC Housing Finance Limited | 361,020 | 454 | 3,971 |
| Tata Motors Limited | 385,700 | 2,904 | 3,581 |
| Vakrangee Limited | 132,000 | 707 | 715 |
| Welspun India Limited | 465,222 | 976 | 611 |
| | | **9,253** | **12,769** |
| **Indonesia (6.0%)** | | | |
| PT Bank Central Asia Tbk | 1,390,100 | 387 | 2,138 |
| PT Bank Rakyat Indonesia (Persero) Tbk | 1,816,992 | 466 | 2,116 |
| PT Matahari Putra Prima Tbk | 15,080,000 | 2,791 | 2,217 |
| | | **3,644** | **6,471** |
| **Japan (19.6%)** | | | |
| Anicom Holdings, Inc. | 99,700 | 2,985 | 2,780 |
| BayCurrent Consulting, Inc. | 39,000 | 831 | 375 |
| IDOM Inc. | 35,000 | 267 | 259 |
| KDDI Corporation | 55,700 | 1,931 | 1,890 |
| Nidec Corporation | 5,300 | 282 | 613 |
| Nitori Holdings Co., Ltd. | 18,500 | 2,021 | 2,841 |
| SMC Corporation | 7,000 | 2,251 | 2,239 |
| TechnoPro Holdings, Inc. | 72,100 | 2,824 | 3,097 |
| Unicharm Corporation | 69,400 | 1,853 | 2,037 |
| W-SCOPE Corporation | 26,800 | 782 | 540 |
| Zenkoku Hosho Co., Ltd. | 50,400 | 1,555 | 2,173 |
| Zojirushi Corporation | 134,900 | 2,681 | 2,432 |
| | | **20,263** | **21,276** |
| **Pakistan (7.7%)** | | | |
| Engro Fertilizers Limited | 2,424,200 | 1,562 | 2,120 |
| MCB Bank Limited | 748,337 | 1,154 | 2,290 |
| United Bank Limited | 1,297,453 | 1,279 | 3,980 |
| | | **3,995** | **8,390** |
| **EQUITIES (98.8%) (cont'd)** | | | |
| **Philippines (4.1%)** | | | |
| BDO Unibank, Inc. | 736,170 | 2,129 | 2,227 |
| Jollibee Foods Corporation | 361,700 | 2,016 | 1,891 |
| PLDT Inc. | 7,630 | 385 | 281 |
| | | **4,530** | **4,399** |
| **South Korea (3.6%)** | | | |
| LIG Nex1 Co., Ltd. | 28,350 | 3,260 | 2,533 |
| Medytox Inc. | 2,834 | 446 | 1,121 |
| Value Added Technology Co., Ltd. | 6,410 | 305 | 257 |
| | | **4,011** | **3,911** |
| **Sri Lanka (0.7%)** | | | |
| Hatton National Bank PLC | 369,828 | **611** | **746** |
| **Taiwan (6.7%)** | | | |
| Egis Technology Inc. | 234,000 | 1,567 | 2,573 |
| MediaTek Inc. | 231,072 | 2,870 | 2,070 |
| Taiwan Semiconductor Manufacturing Company Limited | 355,000 | 1,948 | 2,669 |
| | | **6,385** | **7,312** |
| **Thailand (5.8%)** | | | |
| Ananda Development Public Company Limited | 21,586,600 | 1,576 | 3,981 |
| Pruksa Holding Public Company Limited | 2,709,400 | 1,574 | 2,286 |
| | | **3,150** | **6,267** |
| **Vietnam (6.9%)** | | | |
| Military Commercial Joint Stock Bank | 3,453,557 | 2,878 | 2,852 |
| Vietnam Dairy Products Joint Stock Company | 628,472 | 966 | 4,653 |
| | | **3,844** | **7,505** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.8%)** | | **90,064** | **107,102** |
| **TRANSACTION COSTS (0.0%)** | | **(245)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.8%)** | | **89,819** | **107,102** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(24)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.7%)** | | | |
| Canadian | | 80 | 80 |
| Foreign | | 1,762 | 1,763 |
| | | **1,842** | **1,843** |
| **OTHER NET ASSETS (LIABILITIES) (–0.5%)** | | | **(327)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **108,594** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 4,270 | (USD) (3,200) | 0.749 | 0.745 | (24) |
| | | | | | | | **(24)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Far East Value Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth primarily through investments in equity securities of businesses in the Far East.

## Risks Associated with Financial Instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Japanese Yen | 21,327 | – | 21,327 | 19.6 |
| Hong Kong Dollar | 18,691 | – | 18,691 | 17.2 |
| Indian Rupee | 13,213 | – | 13,213 | 12.2 |
| Pakistani Rupee | 8,714 | – | 8,714 | 8.0 |
| Chinese Yuan | 8,149 | – | 8,149 | 7.5 |
| Vietnamese Dong | 7,505 | – | 7,505 | 6.9 |
| New Taiwan Dollar | 7,312 | – | 7,312 | 6.7 |
| Indonesian Rupiah | 6,473 | – | 6,473 | 6.0 |
| Thailand Baht | 6,267 | – | 6,267 | 5.8 |
| Philippine Peso | 4,181 | – | 4,181 | 3.9 |
| South Korean Won | 3,914 | – | 3,914 | 3.6 |
| Australian Dollar | 2,048 | – | 2,048 | 1.9 |
| Sri Lankan Rupee | 746 | – | 746 | 0.7 |
| US Dollar | 317 | (4,294) | (3,977) | (3.7) |
| | **108,857** | **(4,294)** | **104,563** | **96.3** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Hong Kong Dollar | 22,385 | – | 22,385 | 18.6 |
| Japanese Yen | 18,581 | – | 18,581 | 15.5 |
| New Taiwan Dollar | 12,861 | – | 12,861 | 10.7 |
| Indian Rupee | 12,107 | – | 12,107 | 10.1 |
| Vietnamese Dong | 10,396 | – | 10,396 | 8.7 |
| Pakistani Rupee | 8,027 | – | 8,027 | 6.7 |
| Chinese Yuan | 8,004 | – | 8,004 | 6.7 |
| Thailand Baht | 7,281 | – | 7,281 | 6.1 |
| Indonesian Rupiah | 7,172 | – | 7,172 | 6.0 |
| South Korean Won | 6,673 | – | 6,673 | 5.6 |
| Philippine Peso | 4,736 | – | 4,736 | 3.9 |
| Sri Lankan Rupee | 701 | – | 701 | 0.6 |
| Australian Dollar | 659 | – | 659 | 0.5 |
| US Dollar | 423 | – | 423 | 0.4 |
| | **120,006** | **–** | **120,006** | **100.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $10,456,000 or approximately 9.6% (June 30, 2016 – $12,001,000 or approximately 10.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.8% (June 30, 2016 – 95.6%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $10,710,000 (June 30, 2016 – $11,468,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **98.8** | **95.6** |
| Australia | 2.0 | 0.5 |
| China | 14.7 | 15.2 |
| Hong Kong | 9.2 | 9.4 |
| India | 11.8 | 10.1 |
| Indonesia | 6.0 | 6.0 |
| Japan | 19.6 | 15.9 |
| Malaysia | – | 0.5 |
| Pakistan | 7.7 | 6.6 |
| Philippines | 4.1 | 3.9 |
| South Korea | 3.6 | 5.6 |
| Sri Lanka | 0.7 | 0.6 |
| Taiwan | 6.7 | 8.3 |
| Thailand | 5.8 | 6.1 |
| Vietnam | 6.9 | 6.9 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.7** | **4.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Far East Value Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | – | 107,055 | 47 | 107,102 |
| | **–** | **107,055** | **47** | **107,102** |
| Unrealized loss on currency forward contracts | – | (24) | – | (24) |
| | **–** | **107,031** | **47** | **107,078** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | – | 114,636 | 45 | 114,681 |
| Unrealized gain on currency forward contracts | – | 40 | – | 40 |
| | **–** | **114,676** | **45** | **114,721** |
| Unrealized loss on currency forward contracts | – | (89) | – | (89) |
| | **–** | **114,587** | **45** | **114,632** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 45 | 76 |
| Purchases | – | – |
| Sales | – | – |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | – |
| Net changes in unrealized gain (loss)* | 2 | (31) |
| **End of period** | **47** | **45** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $2,000 and $(31,000), respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Discount to company NAV | 47 | – |
| | | | **47** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 45 | n/a |
| | | | **45** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 24 | – | – | 24 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **24** | **–** | **–** | **24** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 40 | (40) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **40** | **(40)** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 89 | (40) | – | 49 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **89** | **(40)** | **–** | **49** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Far East Value Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Global Asset Allocation Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 461,689 | 429,562 |
| Cash | 47,251 | 73,724 |
| Subscriptions receivable | 362 | 1,105 |
| Accrued investment income and other | 812 | 1,260 |
| | **510,114** | **505,651** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 622 | 621 |
| Payable for securities purchased | 455 | – |
| Redemptions payable | 1,058 | 1,819 |
| Accrued expenses | 109 | 109 |
| Unrealized loss on currency spot contracts | 4 | – |
| | **2,248** | **2,549** |
| **Net assets attributable to holders of redeemable units** | **507,866** | **503,102** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 296,542 | 297,871 |
| Series E | 9,681 | 9,583 |
| Series F | 47,306 | 41,699 |
| Series FT | 1,874 | 1,281 |
| Series I | 15,661 | 12,922 |
| Series O | 129,118 | 131,010 |
| Series T | 7,684 | 8,736 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 14.16 | 13.64 |
| Series E | 15.20 | 14.62 |
| Series F | 15.10 | 14.46 |
| Series FT | 13.67 | 13.42 |
| Series I | 16.34 | 15.56 |
| Series O | 16.22 | 15.44 |
| Series T | 9.62 | 9.51 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 10.55 | 10.49 |
| Series F | 11.25 | 11.12 |
| Series I | 12.17 | 11.96 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,660 | 1,053 |
| Interest for distribution purposes | 1,280 | 2,727 |
| Net realized gain (loss) on non-derivative financial assets | (5,503) | 10,982 |
| Change in unrealized gain (loss) on non-derivative financial assets | 26,149 | 16,116 |
| Change in unrealized gain (loss) on currency spot contracts | (4) | 2 |
| Net gain (loss) on investments | **23,582** | **30,880** |
| Net realized and unrealized foreign currency translation gain (loss) | 2,126 | 6,294 |
| Total income (loss), net | **25,708** | **37,174** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,346 | 2,320 |
| Fixed administration fees (note 6) | 577 | 404 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Foreign withholding taxes/tax reclaims | 197 | 147 |
| Harmonized Sales Tax/Goods and Services Tax | 464 | 318 |
| Transaction costs | 292 | 224 |
| Total expenses | **4,878** | **3,414** |
| Expenses absorbed by the Manager | – | (91) |
| Net expenses | **4,878** | **3,323** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **20,830** | **33,851** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 11,065 | 20,449 |
| Series E | 377 | 523 |
| Series F | 1,902 | 2,143 |
| Series FT | 63 | 36 |
| Series I | 697 | 969 |
| Series O | 6,416 | 9,183 |
| Series T | 310 | 548 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.52 | 1.43 |
| Series E | 0.58 | 1.65 |
| Series F | 0.65 | 1.59 |
| Series FT | 0.57 | 1.50 |
| Series I | 0.81 | 1.83 |
| Series O | 0.79 | 1.86 |
| Series T | 0.37 | 1.00 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 21,293,084 | 14,407,458 |
| Series E | 652,460 | 315,676 |
| Series F | 2,928,910 | 1,346,481 |
| Series FT | 110,466 | 23,841 |
| Series I | 863,747 | 529,421 |
| Series O | 8,077,548 | 4,944,765 |
| Series T | 829,813 | 548,317 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Asset Allocation Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 297,871 | 177,959 |
| Series E | 9,583 | 3,037 |
| Series F | 41,699 | 16,405 |
| Series FT | 1,281 | 202 |
| Series I | 12,922 | 7,871 |
| Series O | 131,010 | 65,232 |
| Series T | 8,736 | 5,111 |
| | **503,102** | **275,817** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 11,065 | 20,449 |
| Series E | 377 | 523 |
| Series F | 1,902 | 2,143 |
| Series FT | 63 | 36 |
| Series I | 697 | 969 |
| Series O | 6,416 | 9,183 |
| Series T | 310 | 548 |
| | **20,830** | **33,851** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | – | (14,851) |
| Series E | – | (215) |
| Series F | – | (1,515) |
| Series FT | – | (23) |
| Series I | – | (813) |
| Series O | – | (7,043) |
| Series T | – | (299) |
| From return of capital | | |
| Series FT | (40) | – |
| Series T | (209) | – |
| | **(249)** | **(24,759)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 25,860 | 73,456 |
| Series E | 4,153 | 5,596 |
| Series F | 11,060 | 10,532 |
| Series FT | 729 | 251 |
| Series I | 3,284 | 1,491 |
| Series O | 6,171 | 41,669 |
| Series T | 296 | 3,439 |
| Reinvested distributions | | |
| Series A | – | 14,280 |
| Series E | – | 210 |
| Series F | – | 1,263 |
| Series FT | 9 | 8 |
| Series I | – | 773 |
| Series O | – | 7,043 |
| Series T | 76 | 78 |
| Payments on redemption | | |
| Series A | (38,254) | (16,330) |
| Series E | (4,432) | (1,371) |
| Series F | (7,355) | (2,598) |
| Series FT | (168) | (34) |
| Series I | (1,242) | (205) |
| Series O | (14,479) | (1,829) |
| Series T | (1,525) | (1,084) |
| | **(15,817)** | **136,638** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (1,329) | 77,004 |
| Series E | 98 | 4,743 |
| Series F | 5,607 | 9,825 |
| Series FT | 593 | 238 |
| Series I | 2,739 | 2,215 |
| Series O | (1,892) | 49,023 |
| Series T | (1,052) | 2,682 |
| | **4,764** | **145,730** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 296,542 | 254,963 |
| Series E | 9,681 | 7,780 |
| Series F | 47,306 | 26,230 |
| Series FT | 1,874 | 440 |
| Series I | 15,661 | 10,086 |
| Series O | 129,118 | 114,255 |
| Series T | 7,684 | 7,793 |
| | **507,866** | **421,547** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 20,830 | 33,851 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 5,503 | (10,982) |
| Unrealized foreign currency translation (gain) loss | 14 | (6,226) |
| Change in unrealized (gain) loss on non-derivative financial assets | (26,149) | (16,116) |
| Change in unrealized (gain) loss on currency spot contracts | 4 | (2) |
| Purchases of portfolio investments | (273,215) | (190,484) |
| Proceeds from sale of portfolio investments | 262,189 | 128,552 |
| Accrued investment income and other | 448 | (147) |
| Accrued expenses and other payables | 1 | 197 |
| **Net cash provided by (used in) operating activities** | **(10,375)** | **(61,357)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 44,228 | 127,474 |
| Amounts paid on redemption of redeemable units | (60,148) | (18,906) |
| Distributions to unitholders of redeemable units | (164) | (1,104) |
| **Net cash provided by (used in) financing activities** | **(16,084)** | **107,464** |
| Unrealized foreign currency translation gain (loss) | (14) | 6,226 |
| Net increase (decrease) in cash | (26,473) | 52,333 |
| Cash (bank overdraft), beginning of period | 73,724 | 85,435 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **47,251** | **137,768** |
| Interest paid[1] | 1 | – |
| Interest received[1] | 1,289 | 2,713 |
| Dividends received, net of withholding taxes[1] | 1,831 | 821 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Asset Allocation Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (71.5%)** | | | |
| **Israel (12.0%)** | | | |
| Azrieli Group Ltd. | 168,600 | 9,918 | 9,808 |
| Elbit Systems Ltd. | 162,200 | 12,703 | 22,017 |
| Frutarom Industries Ltd. | 260,000 | 9,290 | 17,833 |
| Strauss Group Ltd. | 534,800 | 10,392 | 11,363 |
| | | **42,303** | **61,021** |
| **Japan (5.1%)** | | | |
| Hamamatsu Photonics K.K. | 315,600 | 10,395 | 11,125 |
| Keyence Corporation | 16,300 | 11,096 | 15,009 |
| | | **21,491** | **26,134** |
| **Switzerland (15.3%)** | | | |
| BELIMO Holding AG | 5,600 | 16,381 | 22,778 |
| INFICON Holding AG | 37,100 | 12,939 | 17,996 |
| Schweiter Technologies AG | 14,700 | 11,075 | 22,326 |
| Tamedia AG | 72,000 | 14,471 | 14,855 |
| | | **54,866** | **77,955** |
| **United States (39.1%)** | | | |
| Berkshire Hathaway Inc., Class "B" | 46,700 | 10,101 | 10,223 |
| Danaher Corporation | 105,000 | 11,263 | 10,982 |
| First Republic Bank | 190,000 | 16,304 | 23,506 |
| JPMorgan Chase & Co. | 179,100 | 17,011 | 20,762 |
| Keysight Technologies, Inc. | 334,500 | 12,866 | 16,425 |
| Mueller Water Products, Inc., Class "A" | 861,400 | 14,060 | 15,394 |
| Parker-Hannifin Corporation | 80,800 | 15,096 | 15,189 |
| Raytheon Company | 110,400 | 18,881 | 21,056 |
| Rollins, Inc. | 287,100 | 10,185 | 13,022 |
| Sensient Technologies Corporation | 145,100 | 14,566 | 15,316 |
| UnitedHealth Group Incorporated | 104,200 | 18,887 | 22,404 |
| ViaSat, Inc. | 161,800 | 14,608 | 14,385 |
| | | **173,828** | **198,664** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (71.5%)** | | **292,488** | **363,774** |
| **TRANSACTION COSTS (0.0%)** | | **(247)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (71.5%)** | | **292,241** | **363,774** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (28.6%)** | | | |
| Canadian | | 39,433 | 39,433 |
| Foreign | | 7,845 | 7,818 |
| **Money Market Instruments** | | | |
| United States Treasury, T-Bill, Banker's Acceptance, 0.00%, Mar. 16 17 | 73,000 | 96,174 | 97,915 |
| | | **145,193** | **145,166** |
| **OTHER NET ASSETS (LIABILITIES) (–0.1%)** | | | **(1,074)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **507,866** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Asset Allocation Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities and debt obligations of businesses based outside of Canada.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 97,915 | 78,000 |
| 1-3 years | – | – |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **97,915** | **78,000** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $245,000 or approximately 0.0% (June 30, 2016 – $195,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 305,621 | (4) | 305,617 | 60.2 |
| Swiss Franc | 78,620 | – | 78,620 | 15.5 |
| Israeli Shekel | 61,021 | – | 61,021 | 12.0 |
| Japanese Yen | 26,134 | – | 26,134 | 5.1 |
| Euro | 13 | – | 13 | 0.0 |
| | **471,409** | **(4)** | **471,405** | **92.8** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 260,008 | – | 260,008 | 51.7 |
| Swiss Franc | 69,170 | – | 69,170 | 13.7 |
| Israeli Shekel | 45,716 | – | 45,716 | 9.1 |
| Japanese Yen | 43,694 | – | 43,694 | 8.7 |
| Pound Sterling | 9,943 | – | 9,943 | 2.0 |
| Euro | 9,754 | – | 9,754 | 1.9 |
| | **438,285** | **–** | **438,285** | **87.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $47,141,000 or approximately 9.3% (June 30, 2016 – $43,829,000 or approximately 8.7%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 71.5% (June 30, 2016 – 69.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $36,377,000 (June 30, 2016 – $35,156,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 100.0 | 19.3 | 100.0 | 15.5 |
| | **100.0** | **19.3** | **100.0** | **15.5** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Asset Allocation Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **71.5** | **69.9** |
| Ireland | – | 1.9 |
| Israel | 12.0 | 9.1 |
| Japan | 5.1 | 8.6 |
| Switzerland | 15.3 | 16.8 |
| United Kingdom | – | 2.0 |
| United States | 39.1 | 31.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **28.6** | **30.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 198,664 | 165,110 | – | 363,774 |
| Money market instruments | – | 97,915 | – | 97,915 |
| | **198,664** | **263,025** | **–** | **461,689** |
| Unrealized loss on currency spot contracts | – | (4) | – | (4) |
| | **198,664** | **263,021** | **–** | **461,685** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 174,217 | 177,345 | – | 351,562 |
| Money market instruments | – | 78,000 | – | 78,000 |
| | **174,217** | **255,345** | **–** | **429,562** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Global Discovery Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 434,207 | 428,651 |
| Cash | 1,100 | 18 |
| Receivable for securities sold | 62 | 860 |
| Subscriptions receivable | 557 | 596 |
| Accrued investment income and other | 2,512 | 2,895 |
| | **438,438** | **433,020** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 680 | 652 |
| Payable for securities purchased | 455 | – |
| Redemptions payable | 699 | 878 |
| Accrued expenses | 76 | 73 |
| Unrealized loss on currency spot contracts | 4 | 1 |
| | **1,914** | **1,604** |
| **Net assets attributable to holders of redeemable units** | **436,524** | **431,416** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 255,636 | 262,450 |
| Series F | 60,044 | 50,588 |
| Series FI | n/a | 2,396 |
| Series G | 75,810 | 74,291 |
| Series I | 5,680 | 5,191 |
| Series O | 35,370 | 32,298 |
| Series T | 3,984 | 4,202 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 27.20 | 26.09 |
| Series F | 31.39 | 29.92 |
| Series FI | n/a | 17.96 |
| Series G | 27.49 | 26.35 |
| Series I | 18.05 | 17.12 |
| Series O | 18.51 | 17.55 |
| Series T | 6.83 | 6.84 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 20.25 | 20.06 |
| Series F | 23.38 | 23.01 |
| Series I | 13.45 | 13.16 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,993 | 1,394 |
| Interest for distribution purposes | 8 | 11 |
| Net realized gain (loss) on non-derivative financial assets | 13,460 | 31,442 |
| Change in unrealized gain (loss) on non-derivative financial assets | 9,376 | 9,573 |
| Change in unrealized gain (loss) on currency spot contracts | (3) | – |
| Net gain (loss) on investments | **24,834** | **42,420** |
| Net realized and unrealized foreign currency translation gain (loss) | (463) | 133 |
| Total income (loss), net | **24,371** | **42,553** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,766 | 3,862 |
| Fixed administration fees (note 6) | 418 | 452 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 4 | 4 |
| Foreign withholding taxes/tax reclaims | 237 | 181 |
| Harmonized Sales Tax/Goods and Services Tax | 416 | 427 |
| Transaction costs | 454 | 373 |
| Total expenses | **5,296** | **5,300** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **5,296** | **5,299** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **19,075** | **37,254** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 11,014 | 23,589 |
| Series F | 2,537 | 4,138 |
| Series FI | 85 | 138 |
| Series G | 3,187 | 6,149 |
| Series I | 284 | 474 |
| Series O | 1,792 | 2,380 |
| Series T | 176 | 386 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 1.13 | 2.13 |
| Series F | 1.42 | 2.65 |
| Series FI | 0.66 | 1.85 |
| Series G | 1.14 | 2.14 |
| Series I | 0.92 | 1.66 |
| Series O | 0.96 | 1.71 |
| Series T | 0.30 | 0.58 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 9,739,279 | 11,042,471 |
| Series F | 1,791,485 | 1,559,534 |
| Series FI | 129,079 | 74,541 |
| Series G | 2,798,129 | 2,853,147 |
| Series I | 307,378 | 285,120 |
| Series O | 1,870,104 | 1,384,790 |
| Series T | 594,172 | 661,033 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 262,450 | 288,491 |
| Series F | 50,588 | 43,547 |
| Series FI | 2,396 | 730 |
| Series G | 74,291 | 72,244 |
| Series I | 5,191 | 4,161 |
| Series O | 32,298 | 20,723 |
| Series T | 4,202 | 4,819 |
| | **431,416** | **434,715** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 11,014 | 23,589 |
| Series F | 2,537 | 4,138 |
| Series FI | 85 | 138 |
| Series G | 3,187 | 6,149 |
| Series I | 284 | 474 |
| Series O | 1,792 | 2,380 |
| Series T | 176 | 386 |
| | **19,075** | **37,254** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From return of capital | | |
| Series T | (177) | (166) |
| | **(177)** | **(166)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 7,007 | 12,535 |
| Series F | 11,517 | 6,365 |
| Series FI | 12 | 1,515 |
| Series G | 4,037 | 5,621 |
| Series I | 773 | 1,114 |
| Series O | 2,452 | 5,588 |
| Series T | 20 | 209 |
| Reinvested distributions | | |
| Series T | 36 | 28 |
| Payments on redemption | | |
| Series A | (24,835) | (28,794) |
| Series F | (4,598) | (4,762) |
| Series FI | (2,493) | (136) |
| Series G | (5,705) | (6,129) |
| Series I | (568) | (190) |
| Series O | (1,172) | (1,851) |
| Series T | (273) | (445) |
| | **(13,790)** | **(9,332)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (6,814) | 7,330 |
| Series F | 9,456 | 5,741 |
| Series FI | (2,396) | 1,517 |
| Series G | 1,519 | 5,641 |
| Series I | 489 | 1,398 |
| Series O | 3,072 | 6,117 |
| Series T | (218) | 12 |
| | **5,108** | **27,756** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 255,636 | 295,821 |
| Series F | 60,044 | 49,288 |
| Series FI | n/a | 2,247 |
| Series G | 75,810 | 77,885 |
| Series I | 5,680 | 5,559 |
| Series O | 35,370 | 26,840 |
| Series T | 3,984 | 4,831 |
| | **436,524** | **462,471** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 19,075 | 37,254 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (13,460) | (31,442) |
| Unrealized foreign currency translation (gain) loss | 12 | (320) |
| Change in unrealized (gain) loss on non-derivative financial assets | (9,376) | (9,573) |
| Change in unrealized (gain) loss on currency spot contracts | 3 | – |
| Purchases of portfolio investments | (332,050) | (287,022) |
| Proceeds from sale of portfolio investments | 350,583 | 300,128 |
| Accrued investment income and other | 383 | 111 |
| Accrued expenses and other payables | 31 | (9) |
| **Net cash provided by (used in) operating activities** | **15,201** | **9,127** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 15,890 | 22,926 |
| Amounts paid on redemption of redeemable units | (29,856) | (32,653) |
| Distributions to unitholders of redeemable units | (141) | (138) |
| **Net cash provided by (used in) financing activities** | **(14,107)** | **(9,865)** |
| Unrealized foreign currency translation gain (loss) | (12) | 320 |
| Net increase (decrease) in cash | 1,082 | (418) |
| Cash (bank overdraft), beginning of period | 18 | 2,783 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **1,100** | **2,365** |
| Interest paid[1] | 4 | 4 |
| Interest received[1] | 6 | 9 |
| Dividends received, net of withholding taxes[1] | 2,065 | 1,319 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (99.6%)** | | | |
| **Israel (14.4%)** | | | |
| Elbit Systems Ltd. | 175,000 | 20,876 | 23,754 |
| Frutarom Industries Ltd. | 375,000 | 3,429 | 25,720 |
| Strauss Group Ltd. | 620,000 | 8,164 | 13,173 |
| | | **32,469** | **62,647** |
| **Japan (9.1%)** | | | |
| Hamamatsu Photonics K.K. | 470,000 | 13,868 | 16,568 |
| Keyence Corporation | 25,000 | 16,289 | 23,019 |
| | | **30,157** | **39,587** |
| **Switzerland (23.2%)** | | | |
| INFICON Holding AG | 62,000 | 21,458 | 30,074 |
| Schweiter Technologies AG | 28,000 | 9,161 | 42,526 |
| Tamedia AG | 138,141 | 17,898 | 28,501 |
| | | **48,517** | **101,101** |
| **United States (52.9%)** | | | |
| Bank of America Corporation | 429,900 | 12,725 | 12,783 |
| Berkshire Hathaway Inc., Class "B" | 78,100 | 16,905 | 17,097 |
| Danaher Corporation | 168,300 | 17,841 | 17,602 |
| First Republic Bank | 220,000 | 18,112 | 27,218 |
| GCP Applied Technologies Inc. | 360,000 | 13,402 | 12,930 |
| JPMorgan Chase & Co. | 230,000 | 21,922 | 26,662 |
| Keysight Technologies, Inc. | 485,000 | 19,266 | 23,815 |
| Parker-Hannifin Corporation | 80,000 | 14,947 | 15,038 |
| Raytheon Company | 112,600 | 19,675 | 21,476 |
| Union Pacific Corporation | 157,800 | 20,957 | 21,979 |
| UnitedHealth Group Incorporated | 101,500 | 18,111 | 21,823 |
| ViaSat, Inc. | 140,000 | 13,359 | 12,449 |
| | | **207,222** | **230,872** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.6%)** | | **318,365** | **434,207** |
| **TRANSACTION COSTS (0.0%)** | | **(254)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.6%)** | | **318,111** | **434,207** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.3%)** | | | |
| Canadian | | (439) | (439) |
| Foreign | | 1,551 | 1,539 |
| | | **1,112** | **1,100** |
| **OTHER NET ASSETS (LIABILITIES) (0.1%)** | | | **1,217** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **436,524** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses based outside of Canada.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 232,570 | (4) | 232,566 | 53.3 |
| Swiss Franc | 103,441 | 0 | 103,441 | 23.7 |
| Israeli Shekel | 62,672 | – | 62,672 | 14.4 |
| Japanese Yen | 39,587 | – | 39,587 | 9.1 |
| | **438,270** | **(4)** | **438,266** | **100.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 179,296 | (1) | 179,295 | 41.6 |
| Swiss Franc | 103,910 | – | 103,910 | 24.1 |
| Israeli Shekel | 66,543 | – | 66,543 | 15.4 |
| Japanese Yen | 65,058 | – | 65,058 | 15.1 |
| Euro | 16,928 | – | 16,928 | 3.9 |
| | **431,735** | **(1)** | **431,734** | **100.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $43,827,000 or approximately 10.1% (June 30, 2016 – $43,173,000 or approximately 10.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.6% (June 30, 2016 – 99.3%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $43,421,000 (June 30, 2016 – $42,865,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **99.6** | **99.3** |
| Ireland | – | 3.9 |
| Israel | 14.4 | 15.4 |
| Japan | 9.1 | 15.0 |
| Switzerland | 23.2 | 27.7 |
| United States | 52.9 | 37.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.3** | **0.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 230,872 | 203,335 | – | 434,207 |
| | **230,872** | **203,335** | **–** | **434,207** |
| Unrealized loss on currency spot contracts | – | (4) | – | (4) |
| | **230,872** | **203,331** | **–** | **434,203** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 178,849 | 249,802 | – | 428,651 |
| | **178,849** | **249,802** | **–** | **428,651** |
| Unrealized loss on currency spot contracts | – | (1) | – | (1) |
| | **178,849** | **249,801** | **–** | **428,650** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 27.20 | 27.20 | 26.09 | 26.09 |
| Series F | 31.38 | 31.39 | 29.92 | 29.92 |
| Series FI | n/a | n/a | 17.96 | 17.96 |
| Series G | 27.48 | 27.49 | 26.35 | 26.35 |
| Series I | 18.05 | 18.05 | 17.12 | 17.12 |
| Series O | 18.51 | 18.51 | 17.55 | 17.55 |
| Series T | 6.83 | 6.83 | 6.84 | 6.84 |

# Dynamic Global Dividend Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 874,671 | 880,606 |
| Cash | 30,803 | 4,891 |
| Receivable for securities sold | – | 2,424 |
| Subscriptions receivable | 679 | 1,633 |
| Accrued investment income and other | 1,906 | 2,831 |
| | **908,059** | **892,385** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 960 | 959 |
| Payable for securities purchased | 943 | – |
| Redemptions payable | 1,633 | 2,213 |
| Accrued expenses | 104 | 105 |
| Unrealized loss on currency spot contracts | 8 | 1 |
| | **3,648** | **3,278** |
| **Net assets attributable to holders of redeemable units** | **904,411** | **889,107** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 351,214 | 360,425 |
| Series E | 6,193 | 4,204 |
| Series F | 72,478 | 57,415 |
| Series FI | n/a | 5,210 |
| Series FT | 2,844 | 1,824 |
| Series G | 83,161 | 81,314 |
| Series I | 18,706 | 17,379 |
| Series IT | 1,648 | 1,305 |
| Series O | 318,713 | 311,680 |
| Series T | 49,454 | 48,351 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 15.83 | 15.05 |
| Series E | 15.88 | 15.08 |
| Series F | 17.04 | 16.09 |
| Series FI | n/a | 15.81 |
| Series FT | 11.87 | 11.70 |
| Series G | 16.16 | 15.35 |
| Series I | 17.88 | 16.80 |
| Series IT | 8.87 | 8.69 |
| Series O | 16.79 | 15.77 |
| Series T | 7.36 | 7.30 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 11.79 | 11.57 |
| Series F | 12.69 | 12.37 |
| Series I | 13.32 | 12.92 |
| Series T | 5.48 | 5.61 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 5,558 | 4,973 |
| Interest for distribution purposes | 98 | 135 |
| Net realized gain (loss) on non-derivative financial assets | (6,966) | 67,219 |
| Change in unrealized gain (loss) on non-derivative financial assets | 61,076 | 35,843 |
| Change in unrealized gain (loss) on currency spot contracts | (7) | (5) |
| Net gain (loss) on investments | **59,759** | **108,165** |
| Net realized and unrealized foreign currency translation gain (loss) | (1,081) | 664 |
| Total income (loss), net | **58,678** | **108,829** |
| **EXPENSES** | | |
| Management fees (note 5) | 5,291 | 5,236 |
| Fixed administration fees (note 6) | 572 | 590 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 7 |
| Foreign withholding taxes/tax reclaims | 697 | 689 |
| Harmonized Sales Tax/Goods and Services Tax | 611 | 602 |
| Transaction costs | 1,152 | 927 |
| Total expenses | **8,325** | **8,052** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **8,325** | **8,052** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **50,353** | **100,777** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 18,199 | 41,977 |
| Series E | 282 | 321 |
| Series F | 3,683 | 5,476 |
| Series FI | 186 | 346 |
| Series FT | 129 | 125 |
| Series G | 4,237 | 8,779 |
| Series I | 1,152 | 1,679 |
| Series IT | 89 | 131 |
| Series O | 19,885 | 36,724 |
| Series T | 2,511 | 5,219 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.79 | 1.89 |
| Series E | 0.81 | 1.87 |
| Series F | 0.95 | 2.13 |
| Series FI | 0.61 | 2.23 |
| Series FT | 0.60 | 1.59 |
| Series G | 0.81 | 1.95 |
| Series I | 1.08 | 2.28 |
| Series IT | 0.52 | 1.25 |
| Series O | 1.03 | 2.17 |
| Series T | 0.37 | 0.91 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 23,068,319 | 22,211,879 |
| Series E | 347,136 | 171,152 |
| Series F | 3,861,690 | 2,578,809 |
| Series FI | 306,892 | 155,088 |
| Series FT | 213,597 | 79,092 |
| Series G | 5,223,212 | 4,494,251 |
| Series I | 1,064,425 | 737,940 |
| Series IT | 170,655 | 104,920 |
| Series O | 19,385,738 | 16,929,176 |
| Series T | 6,738,800 | 5,745,466 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Dividend Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 360,425 | 358,911 |
| Series E | 4,204 | 2,272 |
| Series F | 57,415 | 39,033 |
| Series FI | 5,210 | 1,817 |
| Series FT | 1,824 | 889 |
| Series G | 81,314 | 69,657 |
| Series I | 17,379 | 11,187 |
| Series IT | 1,305 | 1,048 |
| Series O | 311,680 | 273,836 |
| Series T | 48,351 | 45,039 |
| | **889,107** | **803,689** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 18,199 | 41,977 |
| Series E | 282 | 321 |
| Series F | 3,683 | 5,476 |
| Series FI | 186 | 346 |
| Series FT | 129 | 125 |
| Series G | 4,237 | 8,779 |
| Series I | 1,152 | 1,679 |
| Series IT | 89 | 131 |
| Series O | 19,885 | 36,724 |
| Series T | 2,511 | 5,219 |
| | **50,353** | **100,777** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | – | (46,507) |
| Series E | – | (272) |
| Series F | – | (5,568) |
| Series FI | – | (239) |
| Series FT | – | (89) |
| Series G | – | (9,237) |
| Series I | – | (1,654) |
| Series IT | – | (124) |
| Series O | – | (42,051) |
| Series T | – | (4,112) |
| From return of capital | | |
| Series A | – | – |
| Series FT | (112) | – |
| Series G | (5) | – |
| Series IT | (65) | – |
| Series T | (2,166) | – |
| | **(2,348)** | **(109,853)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 16,608 | 31,778 |
| Series E | 2,687 | 1,032 |
| Series F | 17,832 | 25,717 |
| Series FI | 27 | 2,127 |
| Series FT | 1,622 | 267 |
| Series G | 5,101 | 12,803 |
| Series I | 3,127 | 4,350 |
| Series IT | 346 | 1 |
| Series O | 8,763 | 29,833 |
| Series T | 5,537 | 3,070 |
| Reinvested distributions | | |
| Series A | – | 43,929 |
| Series E | – | 272 |
| Series F | – | 4,176 |
| Series FI | – | 231 |
| Series FT | 27 | 15 |
| Series G | 5 | 8,898 |
| Series I | – | 1,610 |
| Series IT | 24 | 81 |
| Series O | – | 42,051 |
| Series T | 610 | 1,238 |
| Payments on redemption | | |
| Series A | (44,018) | (35,853) |
| Series E | (980) | (236) |
| Series F | (6,452) | (4,743) |
| Series FI | (5,423) | (352) |
| Series FT | (646) | (44) |
| Series G | (7,491) | (5,246) |
| Series I | (2,952) | (367) |
| Series IT | (51) | (85) |
| Series O | (21,615) | (21,978) |
| Series T | (5,389) | (2,983) |
| | **(32,701)** | **141,592** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (9,211) | 35,324 |
| Series E | 1,989 | 1,117 |
| Series F | 15,063 | 25,058 |
| Series FI | (5,210) | 2,113 |
| Series FT | 1,020 | 274 |
| Series G | 1,847 | 15,997 |
| Series I | 1,327 | 5,618 |
| Series IT | 343 | 4 |
| Series O | 7,033 | 44,579 |
| Series T | 1,103 | 2,432 |
| | **15,304** | **132,516** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 351,214 | 394,235 |
| Series E | 6,193 | 3,389 |
| Series F | 72,478 | 64,091 |
| Series FI | n/a | 3,930 |
| Series FT | 2,844 | 1,163 |
| Series G | 83,161 | 85,654 |
| Series I | 18,706 | 16,805 |
| Series IT | 1,648 | 1,052 |
| Series O | 318,713 | 318,415 |
| Series T | 49,454 | 47,471 |
| | **904,411** | **936,205** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 50,353 | 100,777 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 6,966 | (67,219) |
| Unrealized foreign currency translation (gain) loss | 53 | (2,314) |
| Change in unrealized (gain) loss on non-derivative financial assets | (61,076) | (35,843) |
| Change in unrealized (gain) loss on currency spot contracts | 7 | 5 |
| Purchases of portfolio investments | (817,983) | (704,635) |
| Proceeds from sale of portfolio investments | 881,395 | 712,074 |
| Accrued investment income and other | 925 | (75) |
| Accrued expenses and other payables | – | 134 |
| **Net cash provided by (used in) operating activities** | **60,640** | **2,904** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 40,734 | 96,520 |
| Amounts paid on redemption of redeemable units | (73,727) | (57,939) |
| Distributions to unitholders of redeemable units | (1,682) | (7,347) |
| **Net cash provided by (used in) financing activities** | **(34,675)** | **31,234** |
| Unrealized foreign currency translation gain (loss) | (53) | 2,314 |
| Net increase (decrease) in cash | 25,912 | 36,452 |
| Cash (bank overdraft), beginning of period | 4,891 | 29,775 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **30,803** | **66,227** |
| Interest paid[1] | 1 | 7 |
| Interest received[1] | 88 | 135 |
| Dividends received, net of withholding taxes[1] | 5,744 | 4,007 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Dividend Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (96.7%)** | | | |
| **Israel (14.0%)** | | | |
| Elbit Systems Ltd. | 350,000 | 39,872 | 47,508 |
| Frutarom Industries Ltd. | 727,600 | 29,505 | 49,905 |
| Strauss Group Ltd. | 1,390,000 | 26,546 | 29,533 |
| | | **95,923** | **126,946** |
| **Japan (5.2%)** | | | |
| Keyence Corporation | 51,100 | **26,996** | **47,052** |
| **Switzerland (15.1%)** | | | |
| BELIMO Holding AG | 11,000 | 33,195 | 44,743 |
| Schweiter Technologies AG | 31,200 | 30,477 | 47,386 |
| Sika AG | 5,700 | 34,813 | 36,845 |
| VAT Group AG | 69,200 | 4,135 | 7,753 |
| | | **102,620** | **136,727** |
| **United States (62.4%)** | | | |
| Bank of America Corporation | 1,220,800 | 36,034 | 36,299 |
| BlackRock, Inc., Class "A" | 51,900 | 26,733 | 26,534 |
| Comcast Corporation, Class "A" | 295,600 | 27,547 | 27,444 |
| Danaher Corporation | 259,300 | 27,814 | 27,120 |
| First Republic Bank | 378,500 | 34,359 | 46,827 |
| JPMorgan Chase & Co. | 399,300 | 37,267 | 46,288 |
| Keysight Technologies, Inc. | 797,000 | 30,356 | 39,135 |
| KLA-Tencor Corporation | 381,100 | 36,446 | 40,261 |
| Lam Research Corporation | 278,200 | 27,025 | 39,494 |
| Microsoft Corporation | 445,500 | 34,962 | 37,170 |
| Parker-Hannifin Corporation | 168,100 | 31,406 | 31,599 |
| Raytheon Company | 228,300 | 37,228 | 43,542 |
| Rollins, Inc. | 845,600 | 30,730 | 38,353 |
| Union Pacific Corporation | 277,600 | 36,558 | 38,666 |
| UnitedHealth Group Incorporated | 210,300 | 37,901 | 45,214 |
| | | **492,366** | **563,946** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.7%)** | | **717,905** | **874,671** |
| **TRANSACTION COSTS (0.0%)** | | **(594)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.7%)** | | **717,311** | **874,671** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (3.4%)** | | | |
| Canadian | | 26,980 | 26,980 |
| Foreign | | 3,851 | 3,823 |
| | | **30,831** | **30,803** |
| **OTHER NET ASSETS (LIABILITIES) (–0.1%)** | | | **(1,063)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **904,411** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Dividend Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses located around the world.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 568,155 | (8) | 568,147 | 62.8 |
| Swiss Franc | 137,867 | – | 137,867 | 15.2 |
| Israeli Shekel | 127,045 | – | 127,045 | 14.0 |
| Japanese Yen | 47,052 | – | 47,052 | 5.2 |
| Euro | 14 | – | 14 | 0.0 |
| | **880,133** | **(8)** | **880,125** | **97.2** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 517,106 | (1) | 517,105 | 58.2 |
| Swiss Franc | 117,612 | – | 117,612 | 13.2 |
| Israeli Shekel | 109,289 | – | 109,289 | 12.3 |
| Japanese Yen | 99,681 | – | 99,681 | 11.2 |
| Pound Sterling | 35,388 | – | 35,388 | 4.0 |
| Euro | 269 | – | 269 | 0.0 |
| | **879,345** | **(1)** | **879,344** | **98.9** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $88,013,000 or approximately 9.7% (June 30, 2016 – $87,934,000 or approximately 9.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 96.7% (June 30, 2016 – 99.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $87,467,000 (June 30, 2016 – $88,061,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **96.7** | **99.1** |
| Canada | – | 0.9 |
| Israel | 14.0 | 12.3 |
| Japan | 5.2 | 11.1 |
| Switzerland | 15.1 | 17.2 |
| United Kingdom | – | 4.0 |
| United States | 62.4 | 53.6 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **3.4** | **0.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 563,946 | 310,725 | – | 874,671 |
| | **563,946** | **310,725** | **–** | **874,671** |
| Unrealized loss on currency spot contracts | – | (8) | – | (8) |
| | **563,946** | **310,717** | **–** | **874,663** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 520,437 | 360,169 | – | 880,606 |
| | **520,437** | **360,169** | **–** | **880,606** |
| Unrealized loss on currency spot contracts | – | (1) | – | (1) |
| | **520,437** | **360,168** | **–** | **880,605** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Dividend Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 15.84 | 15.83 | 15.05 | 15.05 |
| Series E | 15.88 | 15.88 | 15.08 | 15.08 |
| Series F | 17.04 | 17.04 | 16.09 | 16.09 |
| Series FI | n/a | n/a | 15.81 | 15.81 |
| Series FT | 11.87 | 11.87 | 11.70 | 11.70 |
| Series G | 16.16 | 16.16 | 15.35 | 15.35 |
| Series I | 17.88 | 17.88 | 16.80 | 16.80 |
| Series IT | 8.87 | 8.87 | 8.69 | 8.69 |
| Series O | 16.79 | 16.79 | 15.77 | 15.77 |
| Series T | 7.36 | 7.36 | 7.30 | 7.30 |

# Dynamic Global Value Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 420,257 | 425,914 |
| Unrealized gain on currency forward contracts | 121 | 731 |
| Cash | 4,813 | 6,096 |
| Receivable for securities sold | 3,051 | 4,029 |
| Subscriptions receivable | 150 | 242 |
| Accrued investment income and other | 437 | 1,091 |
| | **428,829** | **438,103** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 363 | 380 |
| Payable for securities purchased | 2,697 | 1,735 |
| Redemptions payable | 940 | 1,210 |
| Accrued expenses | 53 | 56 |
| Unrealized loss on currency forward contracts | 419 | 521 |
| Unrealized loss on currency spot contracts | – | 3 |
| | **4,472** | **3,905** |
| **Net assets attributable to holders of redeemable units** | **424,357** | **434,198** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 142,106 | 150,404 |
| Series F | 16,031 | 15,053 |
| Series FI | n/a | 922 |
| Series G | 39,247 | 40,503 |
| Series I | 7,438 | 7,456 |
| Series IT | 7 | 7 |
| Series O | 211,574 | 211,942 |
| Series T | 7,954 | 7,911 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 21.73 | 20.32 |
| Series F | 9.46 | 8.89 |
| Series FI | n/a | 13.45 |
| Series G | 21.82 | 20.43 |
| Series I | 9.30 | 8.80 |
| Series IT | 6.28 | 6.05 |
| Series O | 9.46 | 8.95 |
| Series T | 2.73 | 2.67 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 16.18 | 15.62 |
| Series F | 7.05 | 6.84 |
| Series I | 6.93 | 6.77 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 3,376 | 7,390 |
| Interest for distribution purposes | 1 | 1 |
| Net realized gain (loss) on non-derivative financial assets | 24,962 | 10,174 |
| Net realized gain (loss) on currency forward contracts | 642 | (1,492) |
| Change in unrealized gain (loss) on non-derivative financial assets | 9,432 | (26,926) |
| Change in unrealized gain (loss) on currency forward contracts | (508) | 760 |
| Change in unrealized gain (loss) on currency spot contracts | 3 | – |
| Net gain (loss) on investments | **37,908** | **(10,093)** |
| Securities lending | 2 | – |
| Net realized and unrealized foreign currency translation gain (loss) | (329) | (87) |
| Total income (loss), net | **37,581** | **(10,180)** |
| **EXPENSES** | | |
| Management fees (note 5) | 2,104 | 2,650 |
| Fixed administration fees (note 6) | 306 | 398 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 15 | 7 |
| Foreign withholding taxes/tax reclaims | 271 | 693 |
| Harmonized Sales Tax/Goods and Services Tax | 258 | 330 |
| Transaction costs | 769 | 968 |
| Total expenses | **3,724** | **5,047** |
| Expenses absorbed by the Manager | (2) | – |
| Net expenses | **3,722** | **5,047** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **33,859** | **(15,227)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 10,583 | (7,135) |
| Series F | 1,210 | (552) |
| Series FI | 49 | (9) |
| Series G | 2,891 | (1,539) |
| Series I | 640 | (115) |
| Series IT | –** | –** |
| Series O | 17,951 | (5,557) |
| Series T | 535 | (320) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 1.52 | (0.78) |
| Series F | 0.73 | (0.27) |
| Series FI | 0.73 | (0.14) |
| Series G | 1.53 | (0.72) |
| Series I | 0.78 | (0.13) |
| Series IT | 0.91 | (0.12) |
| Series O | 0.78 | (0.18) |
| Series T | 0.18 | (0.11) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 6,977,193 | 9,164,439 |
| Series F | 1,649,451 | 2,006,314 |
| Series FI | 67,138 | 65,052 |
| Series G | 1,889,715 | 2,160,954 |
| Series I | 825,661 | 893,979 |
| Series IT | 1,098 | 1,007 |
| Series O | 22,878,452 | 30,105,877 |
| Series T | 2,931,722 | 3,149,059 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Value Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 150,404 | 221,143 |
| Series F | 15,053 | 21,491 |
| Series FI | 922 | 695 |
| Series G | 40,503 | 50,618 |
| Series I | 7,456 | 8,488 |
| Series IT | 7 | 7 |
| Series O | 211,942 | 306,533 |
| Series T | 7,911 | 10,188 |
| | **434,198** | **619,163** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 10,583 | (7,135) |
| Series F | 1,210 | (552) |
| Series FI | 49 | (9) |
| Series G | 2,891 | (1,539) |
| Series I | 640 | (115) |
| Series IT | – | – |
| Series O | 17,951 | (5,557) |
| Series T | 535 | (320) |
| | **33,859** | **(15,227)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (124) | – |
| Series F | (201) | (213) |
| Series FI | – | (7) |
| Series G | (96) | (51) |
| Series I | (182) | (174) |
| Series O | (5,247) | (6,431) |
| Series T | (3) | – |
| From return of capital | | |
| Series T | (359) | (392) |
| | **(6,212)** | **(7,268)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 2,210 | 3,309 |
| Series F | 3,155 | 2,662 |
| Series FI | 53 | 386 |
| Series G | 789 | 1,646 |
| Series I | 1,010 | 1,244 |
| Series IT | – | – |
| Series O | 5,450 | 10,094 |
| Series T | 432 | 711 |
| Reinvested distributions | | |
| Series A | 120 | – |
| Series F | 184 | 197 |
| Series FI | – | 6 |
| Series G | 95 | 50 |
| Series I | 158 | 146 |
| Series O | 5,247 | 6,431 |
| Series T | 64 | 79 |
| Payments on redemption | | |
| Series A | (21,087) | (23,932) |
| Series F | (3,370) | (5,040) |
| Series FI | (1,024) | (1) |
| Series G | (4,935) | (3,333) |
| Series I | (1,644) | (231) |
| Series O | (23,769) | (14,102) |
| Series T | (626) | (538) |
| | **(37,488)** | **(20,216)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (8,298) | (27,758) |
| Series F | 978 | (2,946) |
| Series FI | (922) | 375 |
| Series G | (1,256) | (3,227) |
| Series I | (18) | 870 |
| Series IT | – | – |
| Series O | (368) | (9,565) |
| Series T | 43 | (460) |
| | **(9,841)** | **(42,711)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 142,106 | 193,385 |
| Series F | 16,031 | 18,545 |
| Series FI | n/a | 1,070 |
| Series G | 39,247 | 47,391 |
| Series I | 7,438 | 9,358 |
| Series IT | 7 | 7 |
| Series O | 211,574 | 296,968 |
| Series T | 7,954 | 9,728 |
| | **424,357** | **576,452** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 33,859 | (15,227) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (24,962) | (10,174) |
| Unrealized foreign currency translation (gain) loss | (635) | 143 |
| Change in unrealized (gain) loss on non-derivative financial assets | (9,432) | 26,926 |
| Change in unrealized (gain) loss on currency forward contracts | 508 | (760) |
| Change in unrealized (gain) loss on currency spot contracts | (3) | – |
| Purchases of portfolio investments | (112,834) | (165,159) |
| Proceeds from sale of portfolio investments | 154,825 | 186,817 |
| Accrued investment income and other | 654 | 909 |
| Accrued expenses and other payables | (20) | (70) |
| **Net cash provided by (used in) operating activities** | **41,960** | **23,405** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 8,375 | 16,281 |
| Amounts paid on redemption of redeemable units | (51,909) | (43,825) |
| Distributions to unitholders of redeemable units | (344) | (359) |
| **Net cash provided by (used in) financing activities** | **(43,878)** | **(27,903)** |
| Unrealized foreign currency translation gain (loss) | 635 | (143) |
| Net increase (decrease) in cash | (1,283) | (4,641) |
| Cash (bank overdraft), beginning of period | 6,096 | 6,315 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **4,813** | **1,674** |
| Interest paid[1] | 15 | 7 |
| Interest received[1] | 1 | 1 |
| Dividends received, net of withholding taxes[1] | 3,993 | 7,592 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Value Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (95.8%)** | | | |
| **Australia (1.7%)** | | | |
| IPH Limited | 1,494,800 | **7,884** | **7,416** |
| **Brazil (2.1%)** | | | |
| Cielo SA | 187,800 | 2,275 | 2,152 |
| Smiles SA | 367,970 | 4,394 | 6,756 |
| | | **6,669** | **8,908** |
| **Canada (2.2%)** | | | |
| Canadian National Railway Company | 105,100 | **760** | **9,497** |
| **China (11.5%)** | | | |
| AAC Technologies Holdings Inc. | 808,200 | 3,074 | 9,764 |
| Kweichow Moutai Co., Ltd., Class "A" | 201,834 | 6,271 | 13,016 |
| Li Ning Company Limited | 13,194,500 | 8,688 | 11,099 |
| Shanghai International Airport Co., Ltd., Class "A" | 819,027 | 4,787 | 4,195 |
| Zhengzhou Yutong Bus Co., Ltd., Series "A" | 2,820,504 | 11,806 | 10,665 |
| | | **34,626** | **48,739** |
| **Egypt (1.8%)** | | | |
| Commercial International Bank | 1,411,723 | **3,546** | **7,637** |
| **France (2.1%)** | | | |
| LVMH Moët Hennessy Louis Vuitton SA | 34,070 | **7,840** | **8,745** |
| **Germany (6.7%)** | | | |
| Gerresheimer AG | 87,110 | 8,640 | 8,703 |
| Hugo Boss AG | 52,400 | 4,416 | 4,352 |
| Kion Group AG | 114,990 | 5,752 | 8,603 |
| Stabilus SA | 91,440 | 5,304 | 6,607 |
| | | **24,112** | **28,265** |
| **Hong Kong (4.2%)** | | | |
| AIA Group Limited | 758,900 | 5,643 | 5,703 |
| Hengan International Group Company Limited | 398,000 | 3,910 | 3,919 |
| Real Gold Mining Limited* | 12,947,535 | 15,049 | – |
| Value Partners Group Limited | 7,840,000 | 9,737 | 8,375 |
| | | **34,339** | **17,997** |
| **India (8.3%)** | | | |
| Axis Bank Limited | 610,100 | 5,987 | 5,417 |
| Indiabulls Housing Finance Limited | 335,090 | 4,529 | 4,275 |
| LIC Housing Finance Limited | 1,121,587 | 4,683 | 12,338 |
| Tata Motors Limited | 1,435,300 | 10,840 | 13,328 |
| | | **26,039** | **35,358** |
| **Indonesia (3.3%)** | | | |
| PT Bank Central Asia Tbk | 5,288,175 | 1,300 | 8,132 |
| PT Bank Rakyat Indonesia (Persero) Tbk | 5,074,560 | 1,463 | 5,909 |
| | | **2,763** | **14,041** |
| **Ireland (5.1%)** | | | |
| Governor and Company of the Bank of Ireland (The) | 45,117,383 | 14,383 | 14,937 |
| Willis Towers Watson Public Limited Company | 40,000 | 3,142 | 6,567 |
| | | **17,525** | **21,504** |
| **Israel (0.0%)** | | | |
| Israel Industrial Resources, L.P.* | 1 | **730** | **–** |
| **Italy (1.6%)** | | | |
| Moncler SPA | 289,604 | **6,461** | **6,780** |
| **Japan (8.5%)** | | | |
| KDDI Corporation | 218,000 | 7,551 | 7,397 |
| SMC Corporation | 27,000 | 8,648 | 8,635 |
| TechnoPro Holdings, Inc. | 250,300 | 9,723 | 10,750 |
| Zojirushi Corporation | 509,700 | 9,638 | 9,189 |
| | | **35,560** | **35,971** |
| **Nigeria (2.0%)** | | | |
| Guaranty Trust Bank PLC | 46,632,701 | 4,513 | 4,897 |
| Zenith Bank PLC | 61,200,000 | 6,214 | 3,782 |
| | | **10,727** | **8,679** |
| **Portugal (0.0%)** | | | |
| Banco Espirito Santo, SA | 9,672,200 | **16,716** | **43** |
| **EQUITIES (95.8%) (cont'd)** | | | |
| **South Korea (3.0%)** | | | |
| LIG Nex1 Co., Ltd. | 109,400 | 12,347 | 9,774 |
| Medytox Inc. | 8,002 | 1,416 | 3,165 |
| | | **13,763** | **12,939** |
| **Taiwan (4.5%)** | | | |
| Egis Technology Inc. | 874,400 | 6,615 | 9,613 |
| Taiwan Semiconductor Manufacturing Company Limited | 1,271,000 | 6,925 | 9,557 |
| | | **13,540** | **19,170** |
| **United Arab Emirates (2.1%)** | | | |
| Emaar Properties PJSC | 921,995 | 1,813 | 2,397 |
| Emirates REIT (CEIC) Limited | 4,123,500 | 6,279 | 6,367 |
| | | **8,092** | **8,764** |
| **United Kingdom (7.9%)** | | | |
| Berkeley Group Holdings PLC (The) | 117,385 | 4,498 | 5,454 |
| Pets At Home Group PLC | 1,809,571 | 8,462 | 7,165 |
| Prudential PLC | 438,000 | 11,474 | 11,744 |
| Rolls-Royce Holdings PLC | 18,596,300 | 5,414 | 4,794 |
| Whitbread PLC | 70,304 | 4,015 | 4,393 |
| | | **33,863** | **33,550** |
| **United States (17.2%)** | | | |
| BorgWarner Inc. | 256,100 | 9,988 | 13,562 |
| Discovery Communications, Inc. | 203,800 | 6,910 | 7,501 |
| Nu Skin Enterprises, Inc. | 159,400 | 6,508 | 10,229 |
| Rockwell Collins, Inc. | 108,928 | 10,059 | 13,572 |
| Sotheby's | 211,700 | 7,627 | 11,330 |
| Zions Bancorporation | 288,200 | 9,211 | 16,655 |
| | | **50,303** | **72,849** |
| **INVESTMENTS IN UNDERLYING FUNDS (3.2%)** | | | |
| Dynamic EAFE Value Class, Series "O" | 566,928 | 5,749 | 7,620 |
| Dynamic Emerging Markets Class, Series "OP" | 520,389 | 5,240 | 5,785 |
| | | **10,989** | **13,405** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.0%)** | | **366,847** | **420,257** |
| **TRANSACTION COSTS (0.0%)** | | **(976)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.0%)** | | **365,871** | **420,257** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | **–** | **(298)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.1%)** | | | |
| Canadian | | (1,504) | (1,504) |
| Foreign | | 6,363 | 6,317 |
| | | **4,859** | **4,813** |
| **OTHER NET ASSETS (LIABILITIES) (0.0%)** | | | **(415)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **424,357** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 1,669 | (GBP) (1,000) | 0.599 | 0.603 | 11 |
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 18,178 | (GBP) (10,900) | 0.600 | 0.603 | 110 |
| | | | | | | | **121** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Value Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 27,357 | (USD) (20,500) | 0.749 | 0.745 | (151) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 16,773 | (EUR) (12,000) | 0.715 | 0.705 | (260) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 1,697 | (EUR) (1,200) | 0.707 | 0.705 | (6) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | GBP 1,200 | (CAD) (1,992) | 1.660 | 1.658 | (2) |
| | | | | | | | **(419)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Value Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses based outside of Canada.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 83,001 | (27,508) | 55,493 | 13.1 |
| Euro | 58,831 | (18,736) | 40,095 | 9.4 |
| Hong Kong Dollar | 38,350 | – | 38,350 | 9.0 |
| Japanese Yen | 36,145 | – | 36,145 | 8.5 |
| Indian Rupee | 35,358 | – | 35,358 | 8.3 |
| Chinese Yuan | 33,973 | – | 33,973 | 8.0 |
| Pound Sterling | 33,568 | (17,736) | 15,832 | 3.7 |
| New Taiwan Dollar | 20,001 | – | 20,001 | 4.7 |
| Indonesian Rupiah | 14,092 | – | 14,092 | 3.3 |
| South Korean Won | 12,948 | – | 12,948 | 3.1 |
| Brazilian Real | 8,891 | – | 8,891 | 2.1 |
| Nigerian Naira | 8,871 | – | 8,871 | 2.1 |
| Egyptian Pound | 7,655 | – | 7,655 | 1.8 |
| Australian Dollar | 6,839 | – | 6,839 | 1.6 |
| Arab Emirates Dirham | 2,397 | – | 2,397 | 0.6 |
| Swiss Franc | 45 | – | 45 | 0.0 |
| Israeli Shekel | (2) | – | (2) | (0.0) |
| | **400,963** | **(63,980)** | **336,983** | **79.4** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 78,205 | 2 | 78,207 | 18.0 |
| Hong Kong Dollar | 49,791 | (0) | 49,791 | 11.5 |
| Indian Rupee | 41,869 | – | 41,869 | 9.6 |
| Euro | 35,664 | (25,875) | 9,789 | 2.3 |
| Pound Sterling | 34,434 | (16,193) | 18,241 | 4.2 |
| Chinese Yuan | 32,272 | – | 32,272 | 7.4 |
| New Taiwan Dollar | 29,891 | – | 29,891 | 6.9 |
| Japanese Yen | 27,956 | (0) | 27,956 | 6.4 |
| Brazilian Real | 22,837 | (8) | 22,829 | 5.3 |
| South Korean Won | 19,283 | – | 19,283 | 4.4 |
| Indonesian Rupiah | 14,626 | – | 14,626 | 3.4 |
| Egyptian Pound | 9,896 | – | 9,896 | 2.3 |
| Nigerian Naira | 9,753 | – | 9,753 | 2.2 |
| Philippine Peso | 4,777 | – | 4,777 | 1.1 |
| Swiss Franc | 2,185 | – | 2,185 | 0.5 |
| Arab Emirates Dirham | 1,062 | (1) | 1,061 | 0.2 |
| Australian Dollar | 1 | (1) | – | – |
| | **414,502** | **(42,076)** | **372,426** | **85.7** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $33,698,000 or approximately 7.9% (June 30, 2016 – $37,243,000 or approximately 8.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.0% (June 30, 2016 – 98.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $42,026,000 (June 30, 2016 – $42,591,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic Global Value Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **95.8** | **95.1** |
| Australia | 1.7 | – |
| Brazil | 2.1 | 5.3 |
| Canada | 2.2 | 2.0 |
| China | 11.5 | 12.9 |
| Egypt | 1.8 | 1.9 |
| Finland | – | 1.3 |
| France | 2.1 | – |
| Germany | 6.7 | 4.1 |
| Hong Kong | 4.2 | 5.8 |
| India | 8.3 | 9.6 |
| Indonesia | 3.3 | 3.4 |
| Ireland | 5.1 | 4.6 |
| Israel | 0.0 | 0.0 |
| Italy | 1.6 | – |
| Japan | 8.5 | 6.8 |
| Nigeria | 2.0 | 2.0 |
| Philippines | – | 1.1 |
| Portugal | 0.0 | 0.0 |
| South Korea | 3.0 | 4.4 |
| Switzerland | – | 0.5 |
| Taiwan | 4.5 | 5.4 |
| United Arab Emirates | 2.1 | 1.7 |
| United Kingdom | 7.9 | 7.9 |
| United States | 17.2 | 14.4 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **3.2** | **3.0** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.1** | **1.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 88,913 | 317,939 | – | 406,852 |
| Underlying funds | 13,405 | – | – | 13,405 |
| Unrealized gain on currency forward contracts | – | 121 | – | 121 |
| | **102,318** | **318,060** | **–** | **420,378** |
| Unrealized loss on currency forward contracts | – | (419) | – | (419) |
| | **102,318** | **317,641** | **–** | **419,959** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 102,158 | 310,911 | – | 413,069 |
| Underlying funds | 12,845 | – | – | 12,845 |
| Unrealized gain on currency forward contracts | – | 731 | – | 731 |
| | **115,003** | **311,642** | **–** | **426,645** |
| Unrealized loss on currency forward contracts | – | (521) | – | (521) |
| Unrealized loss on currency spot contracts | – | (3) | – | (3) |
| | **115,003** | **311,118** | **–** | **426,121** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 121 | (121) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **121** | **(121)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 419 | (121) | – | 298 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **419** | **(121)** | **–** | **298** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 731 | (494) | – | 237 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **731** | **(494)** | **–** | **237** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 521 | (494) | – | 27 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **521** | **(494)** | **–** | **27** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic EAFE Value Class, Series "O" | 7,620 | 32.5 |
| Dynamic Emerging Markets Class, Series "OP" | 5,785 | 40.1 |
| | **13,405** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic EAFE Value Class, Series "O" | 7,296 | 30.3 |
| Dynamic Emerging Markets Class, Series "OP" | 5,549 | 36.7 |
| | **12,845** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Value Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the fund.

# Dynamic U.S. Dividend Advantage Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 740,205 | 793,618 |
| Unrealized gain on currency forward contracts | 25 | 981 |
| Cash | 46,586 | 102,375 |
| Receivable for securities sold | 69,816 | 10,858 |
| Subscriptions receivable | 1,903 | 937 |
| Accrued investment income and other | 880 | 633 |
| | **859,415** | **909,402** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 1,154 | 1,193 |
| Payable for securities purchased | 14,339 | 38,105 |
| Redemptions payable | 1,449 | 3,409 |
| Accrued expenses | 124 | 125 |
| Distributions payable | 3 | – |
| Unrealized loss on currency forward contracts | 2,051 | 1,937 |
| | **19,120** | **44,769** |
| **Net assets attributable to holders of redeemable units** | **840,295** | **864,633** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 534,259 | 548,581 |
| Series E | 19,648 | 15,959 |
| Series F | 120,101 | 105,417 |
| Series FH (in equivalent CAD) | 20,971 | 24,524 |
| Series FI | n/a | 17,572 |
| Series H (in equivalent CAD) | 21,990 | 26,914 |
| Series I | 11,469 | 11,637 |
| Series O | 77,920 | 75,786 |
| Series T | 33,937 | 38,243 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 15,619 | 18,857 |
| Series H | 16,378 | 20,694 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 11.44 | 11.28 |
| Series E | 12.19 | 11.97 |
| Series F | 11.49 | 11.32 |
| Series FH (in equivalent CAD) | 15.43 | 14.82 |
| Series FI | n/a | 11.80 |
| Series H (in equivalent CAD) | 15.37 | 14.87 |
| Series I | 10.73 | 10.58 |
| Series O | 11.15 | 11.28 |
| Series T | 11.25 | 10.96 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series FH | 11.49 | 11.40 |
| Series H | 11.45 | 11.43 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 6,170 | 14,939 |
| Interest for distribution purposes | 96 | 3,588 |
| Net realized gain (loss) on non-derivative financial assets | 64,786 | 69,931 |
| Net realized gain (loss) on currency forward contracts | (13,897) | (9,671) |
| Change in unrealized gain (loss) on non-derivative financial assets | 12,424 | (58,799) |
| Change in unrealized gain (loss) on currency forward contracts | (1,070) | 336 |
| Net gain (loss) on investments | **68,509** | **20,324** |
| Securities lending | 5 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 862 | 6,011 |
| Total income (loss), net | **69,376** | **26,335** |
| **EXPENSES** | | |
| Management fees (note 5) | 6,235 | 7,169 |
| Fixed administration fees (note 6) | 659 | 824 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 964 | 849 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 748 | 876 |
| Transaction costs | 1,336 | 933 |
| Total expenses | **9,945** | **10,653** |
| Expenses absorbed by the Manager | (1) | (3) |
| Net expenses | **9,944** | **10,650** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **59,432** | **15,685** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 35,635 | 5,320 |
| Series E | 1,118 | 252 |
| Series F | 8,073 | 1,672 |
| Series FH (in equivalent CAD) | 1,688 | 2,587 |
| Series FI | 896 | 200 |
| Series H (in equivalent CAD) | 2,648 | 3,509 |
| Series I | 901 | 285 |
| Series O | 6,029 | 1,523 |
| Series T | 2,444 | 337 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 1,279 | 1,957 |
| Series H | 2,007 | 2,654 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.77 | 0.11 |
| Series E | 0.83 | 0.19 |
| Series F | 0.86 | 0.16 |
| Series FH (in equivalent CAD) | 1.44 | 2.07 |
| Series FI | 0.74 | 0.15 |
| Series H (in equivalent CAD) | 1.59 | 1.90 |
| Series I | 0.86 | 0.24 |
| Series O | 0.92 | 0.26 |
| Series T | 0.75 | 0.11 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 1.09 | 1.57 |
| Series H | 1.20 | 1.44 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 46,032,369 | 47,630,068 |
| Series E | 1,343,688 | 1,272,613 |
| Series F | 9,407,438 | 9,847,596 |
| Series FH | 1,170,714 | 1,247,946 |
| Series FI | 1,218,405 | 1,355,677 |
| Series H | 1,668,295 | 1,841,840 |
| Series I | 1,052,969 | 1,214,484 |
| Series O | 6,567,081 | 5,714,805 |
| Series T | 3,274,665 | 3,147,053 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Dividend Advantage Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 548,581 | 589,928 |
| Series E | 15,959 | 12,964 |
| Series F | 105,417 | 121,371 |
| Series FH | 24,524 | 17,471 |
| Series FI | 17,572 | 14,828 |
| Series H | 26,914 | 30,454 |
| Series I | 11,637 | 14,216 |
| Series O | 75,786 | 73,573 |
| Series T | 38,243 | 33,047 |
| | **864,633** | **907,852** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 35,635 | 5,320 |
| Series E | 1,118 | 252 |
| Series F | 8,073 | 1,672 |
| Series FH | 1,688 | 2,587 |
| Series FI | 896 | 200 |
| Series H | 2,648 | 3,509 |
| Series I | 901 | 285 |
| Series O | 6,029 | 1,523 |
| Series T | 2,444 | 337 |
| | **59,432** | **15,685** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series F | – | (612) |
| Series FH | – | (90) |
| Series FI | – | (70) |
| Series I | – | (141) |
| Series O | – | (903) |
| From net realized gains on investments | | |
| Series A | (28,269) | (72,840) |
| Series E | (879) | (1,606) |
| Series F | (6,762) | (14,725) |
| Series FH | (1,302) | (2,271) |
| Series FI | (271) | (1,724) |
| Series H | (1,491) | (3,825) |
| Series I | (723) | (1,719) |
| Series O | (6,798) | (11,054) |
| Series T | (1,263) | (3,606) |
| From return of capital | | |
| Series T | (218) | – |
| | **(47,976)** | **(115,186)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 44,478 | 89,836 |
| Series E | 5,972 | 10,166 |
| Series F | 38,367 | 23,802 |
| Series FH | 9,165 | 8,218 |
| Series FI | 154 | 7,189 |
| Series H | 2,219 | 3,648 |
| Series I | 2,050 | 1,089 |
| Series O | 2,130 | 2,809 |
| Series T | 2,821 | 13,897 |
| Reinvested distributions | | |
| Series A | 24,692 | 62,741 |
| Series E | 814 | 1,388 |
| Series F | 3,994 | 9,146 |
| Series FH | 1,097 | 2,109 |
| Series FI | 185 | 1,040 |
| Series H | 1,223 | 3,122 |
| Series I | 605 | 1,528 |
| Series O | 6,798 | 11,957 |
| Series T | 413 | 936 |
| Payments on redemption | | |
| Series A | (90,858) | (58,556) |
| Series E | (3,336) | (3,761) |
| Series F | (28,988) | (25,981) |
| Series FH | (14,201) | (2,597) |
| Series FI | (18,536) | (2,405) |
| Series H | (9,523) | (5,505) |
| Series I | (3,001) | (786) |
| Series O | (6,025) | (2,749) |
| Series T | (8,503) | (3,497) |
| | **(35,794)** | **148,784** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (14,322) | 26,501 |
| Series E | 3,689 | 6,439 |
| Series F | 14,684 | (6,698) |
| Series FH | (3,553) | 7,956 |
| Series FI | (17,572) | 4,230 |
| Series H | (4,924) | 949 |
| Series I | (168) | 256 |
| Series O | 2,134 | 1,583 |
| Series T | (4,306) | 8,067 |
| | **(24,338)** | **49,283** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 534,259 | 616,429 |
| Series E | 19,648 | 19,403 |
| Series F | 120,101 | 114,673 |
| Series FH | 20,971 | 25,427 |
| Series FI | n/a | 19,058 |
| Series H | 21,990 | 31,403 |
| Series I | 11,469 | 14,472 |
| Series O | 77,920 | 75,156 |
| Series T | 33,937 | 41,114 |
| | **840,295** | **957,135** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 59,432 | 15,685 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (64,786) | (69,931) |
| Unrealized foreign currency translation (gain) loss | (25) | (6,108) |
| Change in unrealized (gain) loss on non-derivative financial assets | (12,424) | 58,799 |
| Change in unrealized (gain) loss on currency forward contracts | 1,070 | (336) |
| Purchases of portfolio investments | (1,152,705) | (896,449) |
| Proceeds from sale of portfolio investments | 1,200,604 | 927,807 |
| Accrued investment income and other | (247) | (53) |
| Accrued expenses and other payables | (40) | 81 |
| **Net cash provided by (used in) operating activities** | **30,879** | **29,495** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 58,981 | 141,868 |
| Amounts paid on redemption of redeemable units | (137,522) | (87,477) |
| Distributions to unitholders of redeemable units | (8,152) | (21,215) |
| **Net cash provided by (used in) financing activities** | **(86,693)** | **33,176** |
| Unrealized foreign currency translation gain (loss) | 25 | 6,108 |
| Net increase (decrease) in cash | (55,789) | 68,779 |
| Cash (bank overdraft), beginning of period | 102,375 | 19,138 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **46,586** | **87,917** |
| Interest paid[1] | 1 | 1 |
| Interest received[1] | 93 | 3,568 |
| Dividends received, net of withholding taxes[1] | 4,904 | 14,026 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Dividend Advantage Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (88.2%)** | | | |
| **Canada (7.0%)** | | | |
| Canadian Pacific Railway Limited | 21,300 | 4,136 | 4,080 |
| Cott Corporation | 1,221,700 | 22,077 | 18,585 |
| Open Text Corporation | 311,100 | 24,981 | 25,819 |
| Valeant Pharmaceuticals International, Inc. | 69,700 | 10,981 | 1,359 |
| Waste Connections, Inc. | 84,246 | 7,314 | 8,893 |
| | | **69,489** | **58,736** |
| **Germany (2.5%)** | | | |
| SAP SE, Sponsored ADR | 180,200 | **20,126** | **20,912** |
| **Ireland (1.0%)** | | | |
| Allergan PLC | 28,400 | **8,401** | **8,016** |
| **United Kingdom (1.0%)** | | | |
| Nielsen Holdings PLC | 149,300 | **8,273** | **8,410** |
| **United States (76.7%)** | | | |
| Abbott Laboratories | 320,800 | 17,094 | 16,545 |
| Advance Auto Parts, Inc. | 54,900 | 11,119 | 12,470 |
| Aetna Inc. | 51,050 | 7,435 | 8,502 |
| Alphabet Inc., Class "A" | 13,900 | 14,649 | 14,798 |
| AMC Entertainment Holdings, Inc., Class "A" | 360,640 | 13,627 | 16,294 |
| Anthem, Inc. | 25,900 | 4,765 | 5,000 |
| Apple Inc. | 111,000 | 16,049 | 17,267 |
| AT&T Inc. | 7,600 | 375 | 434 |
| BB&T Corporation | 35,300 | 1,808 | 2,229 |
| Becton, Dickinson and Company | 26,800 | 6,079 | 5,958 |
| C. R. Bard, Inc. | 59,300 | 16,837 | 17,888 |
| Cathay General Bancorp | 81,700 | 3,008 | 4,172 |
| CBS Corporation, Class "B", Non-Voting | 19,400 | 1,578 | 1,658 |
| Celgene Corporation | 65,900 | 9,957 | 10,248 |
| Centene Corporation | 273,700 | 23,283 | 20,767 |
| Charles Schwab Corporation (The) | 163,700 | 6,932 | 8,676 |
| CIGNA Corporation | 45,400 | 7,283 | 8,142 |
| Cisco Systems, Inc. | 271,100 | 10,338 | 11,009 |
| Coca-Cola Company (The) | 268,800 | 15,166 | 14,964 |
| Constellation Brands, Inc., Class "A" | 103,200 | 20,958 | 21,255 |
| CVS Health Corporation | 39,400 | 4,358 | 4,176 |
| Devon Energy Corporation | 131,300 | 7,998 | 8,051 |
| Dollar General Corporation | 328,700 | 31,044 | 32,690 |
| Dollar Tree, Inc. | 72,300 | 7,423 | 7,492 |
| East West Bancorp, Inc. | 61,300 | 3,386 | 4,184 |
| Envision Healthcare Corporation | 144,772 | 18,513 | 12,303 |
| EOG Resources, Inc. | 61,100 | 7,704 | 8,294 |
| Equifax Inc. | 1,600 | 242 | 254 |
| Gilead Sciences, Inc. | 196,900 | 22,325 | 18,936 |
| Halliburton Company | 311,300 | 18,256 | 22,609 |
| Hanmi Financial Corporation | 63,100 | 1,690 | 2,957 |
| Intel Corporation | 221,100 | 10,144 | 10,775 |
| Korn/Ferry International | 105,400 | 4,903 | 4,165 |
| Kroger Co. (The) | 359,200 | 16,578 | 16,651 |
| Mattel, Inc. | 429,900 | 17,058 | 15,903 |
| McKesson Corporation | 10,500 | 2,368 | 1,980 |
| Mead Johnson Nutrition Company, Class "A" | 13,200 | 1,254 | 1,254 |
| Mednax, Inc. | 98,300 | 9,421 | 8,800 |
| Medtronic PLC | 111,200 | 11,660 | 10,640 |
| Microsoft Corporation | 99,100 | 7,762 | 8,268 |
| Molson Coors Brewing Company, Class "B" | 191,100 | 25,109 | 24,974 |
| Mondelez International, Inc., Class "A" | 304,800 | 17,554 | 18,142 |
| Nabors Industries Ltd. | 584,300 | 9,214 | 12,866 |
| Newell Brands Inc. | 137,300 | 8,587 | 8,231 |
| **EQUITIES (88.2%) (cont'd)** | | | |
| **United States (76.7%) (cont'd)** | | | |
| Newmont Mining Corporation | 125,700 | 5,946 | 5,750 |
| NextEra Energy, Inc. | 53,900 | 8,347 | 8,648 |
| PepsiCo, Inc. | 122,000 | 16,579 | 17,147 |
| Perrigo Company PLC | 47,600 | 5,532 | 5,321 |
| Pioneer Natural Resources Company | 32,800 | 7,235 | 7,932 |
| PNC Financial Services Group, Inc. (The) | 28,100 | 3,495 | 4,413 |
| PPG Industries, Inc. | 70,500 | 9,220 | 8,970 |
| Regal Entertainment Group, Class "A" | 272,200 | 7,657 | 7,529 |
| Royal Caribbean Cruises, Ltd. | 74,500 | 7,311 | 8,207 |
| Ryder System, Inc. | 83,006 | 7,440 | 8,298 |
| Sempra Energy | 6,100 | 838 | 824 |
| Signet Jewelers Limited | 44,600 | 6,853 | 5,648 |
| Snap-on Incorporated | 18,700 | 3,740 | 4,301 |
| SPX FLOW, Inc. | 81,600 | 3,758 | 3,513 |
| Synchrony Financial | 34,500 | 1,219 | 1,680 |
| TD Ameritrade Holding Corporation | 156,400 | 7,085 | 9,156 |
| Thermo Fisher Scientific Inc. | 87,600 | 16,743 | 16,599 |
| TransUnion | 125,456 | 5,123 | 5,224 |
| U.S. Bancorp | 13,400 | 763 | 925 |
| Universal Health Services, Inc., Class "B" | 34,800 | 5,552 | 4,971 |
| Viacom Inc., Class "B" | 35,900 | 1,765 | 1,693 |
| Walgreens Boots Alliance, Inc. | 55,866 | 6,148 | 6,210 |
| Walt Disney Company (The) | 11,900 | 1,605 | 1,666 |
| Zimmer Biomet Holdings, Inc. | 120,000 | 16,397 | 16,635 |
| | | **629,242** | **644,131** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (88.2%)** | | **735,531** | **740,205** |
| **TRANSACTION COSTS (0.0%)** | | **(439)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (88.2%)** | | **735,092** | **740,205** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.2%)** | | **–** | **(2,026)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (5.5%)** | | | |
| Canadian | | 6,057 | 6,057 |
| Foreign | | 40,534 | 40,529 |
| | | **46,591** | **46,586** |
| **OTHER NET ASSETS (LIABILITIES) (6.5%)** | | | **55,530** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **840,295** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 608 | (USD) (453) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 743 | (CAD) (991) | 1.333 | 1.342 | 7 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 456 | (CAD) (611) | 1.339 | 1.342 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 347 | (CAD) (459) | 1.322 | 1.342 | 7 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 338 | (CAD) (444) | 1.312 | 1.342 | 10 |
| | | | | | | | **25** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Dividend Advantage Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 148,405 | (USD) | (111,025) | 0.748 | 0.745 | (574) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD | 60,014 | (USD) | (44,950) | 0.749 | 0.745 | (328) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD | 161,384 | (USD) | (120,875) | 0.749 | 0.745 | (880) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD | 42,200 | (USD) | (31,550) | 0.748 | 0.745 | (135) |
| | | | | | | | | | **(1,917)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 439 | (USD) | (328) | 0.747 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 28,886 | (CAD) | (38,897) | 1.347 | 1.342 | (120) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 615 | (CAD) | (831) | 1.351 | 1.342 | (5) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 1,417 | (CAD) | (1,906) | 1.345 | 1.342 | (4) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 478 | (CAD) | (646) | 1.351 | 1.342 | (4) |
| | | | | | | | | | **(134)** |

| | |
|---|---|
| Total Unrealized Loss on Currency Forward Contracts | **(2,051)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Dividend Advantage Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income and long-term capital appreciation by investing primarily in U.S. equity securities that pay a dividend or distribution.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 866,745 | (413,920) | 452,825 | 53.9 |
| Euro | 51 | – | 51 | 0.0 |
| | **866,796** | **(413,920)** | **452,876** | **53.9** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 42,961 | (43,629) | (668) | (0.1) |
| | **42,961** | **(43,629)** | **(668)** | **(0.1)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 868,897 | (423,549) | 445,347 | 51.5 |
| Euro | 184 | – | 184 | 0.0 |
| Pound Sterling | 75 | – | 75 | 0.0 |
| | **869,156** | **(423,549)** | **445,606** | **51.5** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 51,438 | (50,979) | 459 | 0.1 |
| | **51,438** | **(50,979)** | **459** | **0.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $45,221,000 or approximately 5.3% (June 30, 2016 – $44,607,000 or approximately 5.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 88.2% (June 30, 2016 – 91.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $74,021,000 (June 30, 2016 – $79,362,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **88.2** | **91.7** |
| Canada | 7.0 | 1.1 |
| Germany | 2.5 | 1.0 |
| Ireland | 1.0 | 0.7 |
| United Kingdom | 1.0 | 0.7 |
| United States | 76.7 | 88.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **5.5** | **11.8** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Dividend Advantage Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 740,205 | – | – | 740,205 |
| Unrealized gain on currency forward contracts | – | 25 | – | 25 |
| | **740,205** | **25** | **–** | **740,230** |
| Unrealized loss on currency forward contracts | – | (2,051) | – | (2,051) |
| | **740,205** | **(2,026)** | **–** | **738,179** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 793,618 | – | – | 793,618 |
| Unrealized gain on currency forward contracts | – | 981 | 2 | 981 |
| | **793,618** | **981** | **2** | **794,599** |
| Unrealized loss on currency forward contracts | – | (1,937) | – | (1,937) |
| | **793,618** | **(956)** | **2** | **792,662** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 25 | (25) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **25** | **(25)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 2,051 | (25) | – | 2,026 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **2,051** | **(25)** | **–** | **2,026** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 981 | (50) | – | 931 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **981** | **(50)** | **–** | **931** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,937 | (50) | – | 1,887 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,937** | **(50)** | **–** | **1,887** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Monthly Income Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 193,462 | 193,502 |
| Unrealized gain on currency forward contracts | 5 | 184 |
| Unrealized gain on currency spot contracts | 51 | 7 |
| Cash | 18,493 | 21,978 |
| Receivable for securities sold | 12,082 | 1,850 |
| Subscriptions receivable | 747 | 529 |
| Accrued investment income and other | 650 | 676 |
| | **225,490** | **218,726** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 348 | 336 |
| Payable for securities purchased | 2,557 | 6,288 |
| Redemptions payable | 775 | 596 |
| Accrued expenses | 35 | 35 |
| Distributions payable | 6 | – |
| Unrealized loss on currency forward contracts | 470 | 334 |
| | **4,191** | **7,589** |
| **Net assets attributable to holders of redeemable units** | **221,299** | **211,137** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 168,969 | 167,543 |
| Series E | 5,200 | 4,843 |
| Series F | 36,024 | 18,509 |
| Series FH (in equivalent CAD) | 2,180 | 1,225 |
| Series FI | n/a | 10,787 |
| Series H (in equivalent CAD) | 5,453 | 4,458 |
| Series I | 3,473 | 3,772 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 1,624 | 942 |
| Series H | 4,061 | 3,427 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 12.03 | 11.85 |
| Series E | 12.20 | 12.00 |
| Series F | 12.15 | 11.92 |
| Series FH (in equivalent CAD) | 13.53 | 12.78 |
| Series FI | n/a | 11.68 |
| Series H (in equivalent CAD) | 14.53 | 13.86 |
| Series I | 11.96 | 11.80 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series FH | 10.08 | 9.83 |
| Series H | 10.82 | 10.66 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,066 | 2,030 |
| Interest for distribution purposes | 1,190 | 993 |
| Net realized gain (loss) on non-derivative financial assets | 11,326 | 7,792 |
| Net realized gain (loss) on currency forward contracts | (3,041) | (1,470) |
| Change in unrealized gain (loss) on non-derivative financial assets | 2,898 | (2,123) |
| Change in unrealized gain (loss) on currency forward contracts | (315) | (40) |
| Change in unrealized gain (loss) on currency spot contracts | 44 | (14) |
| Net gain (loss) on investments | **13,168** | **7,168** |
| Net realized and unrealized foreign currency translation gain (loss) | 360 | 578 |
| Total income (loss), net | **13,528** | **7,746** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,850 | 1,711 |
| Fixed administration fees (note 6) | 187 | 180 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 173 | 133 |
| Harmonized Sales Tax/Goods and Services Tax | 235 | 218 |
| Transaction costs | 230 | 129 |
| Total expenses | **2,677** | **2,373** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **2,677** | **2,372** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **10,851** | **5,374** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 8,140 | 3,897 |
| Series E | 258 | 132 |
| Series F | 1,251 | 509 |
| Series FH (in equivalent CAD) | 136 | 79 |
| Series FI | 430 | 225 |
| Series H (in equivalent CAD) | 411 | 407 |
| Series I | 225 | 125 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 103 | 60 |
| Series H | 311 | 308 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.58 | 0.31 |
| Series E | 0.59 | 0.34 |
| Series F | 0.68 | 0.37 |
| Series FH (in equivalent CAD) | 1.19 | 1.77 |
| Series FI | 0.49 | 0.39 |
| Series H (in equivalent CAD) | 1.15 | 1.68 |
| Series I | 0.72 | 0.45 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | 0.90 | 1.34 |
| Series H | 0.87 | 1.27 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 13,992,955 | 12,717,879 |
| Series E | 439,641 | 383,020 |
| Series F | 1,840,069 | 1,365,740 |
| Series FH | 114,642 | 44,805 |
| Series FI | 880,581 | 592,781 |
| Series H | 357,671 | 241,086 |
| Series I | 311,928 | 283,564 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Monthly Income Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 167,543 | 145,227 |
| Series E | 4,843 | 4,484 |
| Series F | 18,509 | 15,351 |
| Series FH | 1,225 | 530 |
| Series FI | 10,787 | 5,512 |
| Series H | 4,458 | 2,357 |
| Series I | 3,772 | 3,360 |
| | **211,137** | **176,821** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 8,140 | 3,897 |
| Series E | 258 | 132 |
| Series F | 1,251 | 509 |
| Series FH | 136 | 79 |
| Series FI | 430 | 225 |
| Series H | 411 | 407 |
| Series I | 225 | 125 |
| | **10,851** | **5,374** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | – | (51) |
| Series E | – | (3) |
| Series F | – | (137) |
| Series FH | – | (4) |
| Series FI | – | (48) |
| Series H | – | (1) |
| Series I | – | (54) |
| From net realized gains on investments | | |
| Series A | (5,710) | (8,339) |
| Series E | (178) | (239) |
| Series F | (998) | (863) |
| Series FH | (54) | (23) |
| Series FI | (195) | (301) |
| Series H | (179) | (178) |
| Series I | (165) | (184) |
| | **(7,479)** | **(10,425)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 18,924 | 40,039 |
| Series E | 1,485 | 1,474 |
| Series F | 20,821 | 5,602 |
| Series FH | 916 | 146 |
| Series FI | 304 | 3,666 |
| Series H | 1,384 | 1,542 |
| Series I | 573 | 667 |
| Reinvested distributions | | |
| Series A | 5,029 | 7,124 |
| Series E | 155 | 223 |
| Series F | 557 | 615 |
| Series FH | 33 | 18 |
| Series FI | 137 | 280 |
| Series H | 140 | 117 |
| Series I | 99 | 170 |
| Payments on redemption | | |
| Series A | (24,957) | (17,108) |
| Series E | (1,363) | (983) |
| Series F | (4,116) | (2,765) |
| Series FH | (76) | (2) |
| Series FI | (11,463) | (277) |
| Series H | (761) | (106) |
| Series I | (1,031) | (607) |
| | **6,790** | **39,835** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 1,426 | 25,562 |
| Series E | 357 | 604 |
| Series F | 17,515 | 2,961 |
| Series FH | 955 | 214 |
| Series FI | (10,787) | 3,545 |
| Series H | 995 | 1,781 |
| Series I | (299) | 117 |
| | **10,162** | **34,784** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 168,969 | 170,789 |
| Series E | 5,200 | 5,088 |
| Series F | 36,024 | 18,312 |
| Series FH | 2,180 | 744 |
| Series FI | n/a | 9,057 |
| Series H | 5,453 | 4,138 |
| Series I | 3,473 | 3,477 |
| | **221,299** | **211,605** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 10,851 | 5,374 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (11,326) | (7,792) |
| Unrealized foreign currency translation (gain) loss | 80 | (488) |
| Change in unrealized (gain) loss on non-derivative financial assets | (2,898) | 2,123 |
| Change in unrealized (gain) loss on currency forward contracts | 315 | 40 |
| Change in unrealized (gain) loss on currency spot contracts | (44) | 14 |
| Purchases of portfolio investments | (208,508) | (137,669) |
| Proceeds from sale of portfolio investments | 208,809 | 128,573 |
| Accrued investment income and other | 26 | (74) |
| Accrued expenses and other payables | 12 | 59 |
| **Net cash provided by (used in) operating activities** | **(2,683)** | **(9,840)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 18,797 | 48,809 |
| Amounts paid on redemption of redeemable units | (18,196) | (17,192) |
| Distributions to unitholders of redeemable units | (1,323) | (1,863) |
| **Net cash provided by (used in) financing activities** | **(722)** | **29,754** |
| Unrealized foreign currency translation gain (loss) | (80) | 488 |
| Net increase (decrease) in cash | (3,485) | 20,402 |
| Cash (bank overdraft), beginning of period | 21,978 | 10,956 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **18,493** | **31,358** |
| Interest paid[1] | 1 | 1 |
| Interest received[1] | 1,270 | 924 |
| Dividends received, net of withholding taxes[1] | 833 | 1,882 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Monthly Income Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (26.9%)** | | | | |
| **Canadian Bonds and Debentures (5.2%)** | | | | |
| **Corporate (5.2%)** | | | | |
| Bank of Montreal, 1.40% Apr. 10 18 | USD | 500 | 624 | 670 |
| Bank of Nova Scotia (The), 2.80% Jul. 21 21 | USD | 1,000 | 1,190 | 1,354 |
| Canadian Oil Sands Limited, 4.50% Apr. 01 22 | USD | 1,000 | 1,176 | 1,347 |
| Canadian Oil Sands Limited, 6.00% Apr. 01 42 | USD | 650 | 868 | 840 |
| Enbridge Inc., 3.50% Mar. 10 24 | USD | 800 | 851 | 1,048 |
| Iron Mountain Canada Operations ULC, 5.375% Sep. 15 19 | | 600 | 600 | 603 |
| Royal Bank of Canada, 2.15% Mar. 06 20 | USD | 500 | 625 | 668 |
| Toronto-Dominion Bank (The), 1.625% Mar. 13 18 | USD | 1,600 | 2,016 | 2,151 |
| TransCanada PipeLines Limited, 6.35% May 15 17 | USD | 1,245 | 1,157 | 1,405 |
| Videotron Ltd., 5.75% Sep. 15 20 | | 1,300 | 1,300 | 1,348 |
| | | | **10,407** | **11,434** |
| **Foreign Bonds and Debentures (21.7%)** | | | | |
| **Luxembourg (0.3%)** | | | | |
| Actavis Funding SCS, 3.00% Feb. 12 20 | USD | 500 | **623** | **681** |
| **Netherlands (0.6%)** | | | | |
| Shell International Finance B.V., 3.25% May 11 25 | USD | 1,000 | **1,197** | **1,343** |
| **Singapore (0.6%)** | | | | |
| Flex Ltd., 4.75% Mar. 15 25 | USD | 1,000 | **1,234** | **1,423** |
| **United States (20.2%)** | | | | |
| Ally Financial Inc., 4.25% Apr. 15 21 | USD | 150 | 195 | 204 |
| Amgen Inc., 2.70% Mar. 01 22 | USD | 1,000 | 1,199 | 1,331 |
| AT&T Inc., 3.825% Nov. 25 20 | | 500 | 500 | 526 |
| AT&T Inc., 3.60% Dec. 17 22 | USD | 1,000 | 1,407 | 1,356 |
| Bank of America Corporation, 1.92% Jan. 15 19, Series "L" | USD | 300 | 309 | 407 |
| Bank of America Corporation, 2.60% Jan. 15 19, Series "L" | USD | 750 | 822 | 1,016 |
| Burlington Northern Santa Fe, LLC, 3.00% Jan. 01 25 | USD | 300 | 371 | 402 |
| CCO Holdings, LLC / CCO Holdings Capital Corp., 5.125% May 01 18 | USD | 250 | 315 | 347 |
| CCO Holdings, LLC / CCO Holdings Capital Corp., 5.875% May 01 21 | USD | 450 | 554 | 628 |
| Charter Communications Operating, LLC, 4.908% Apr. 23 25 | USD | 250 | 318 | 354 |
| Chesapeake Energy Corporation, 8.00% Dec. 15 18 | USD | 140 | 61 | 203 |
| Chevron Corporation, 2.419% Oct. 17 20 | USD | 500 | 664 | 676 |
| Chevron Corporation, 3.326% Aug. 17 25 | USD | 1,000 | 1,328 | 1,370 |
| CHS/Community Health Systems, Inc., 6.875% Feb. 01 18 | USD | 300 | 328 | 282 |
| Chubb Corporation (The), 6.375% Apr. 15 17 | USD | 195 | 219 | 247 |
| Citigroup Inc., 2.55% Apr. 08 19 | USD | 600 | 661 | 813 |
| Citigroup Inc., 2.40% Feb. 18 20 | USD | 500 | 625 | 670 |
| Citigroup Inc., 4.40% Jun. 10 25 | USD | 1,000 | 1,239 | 1,376 |
| CSC Holdings, LLC., 5.25% Jun. 01 24 | USD | 225 | 278 | 296 |
| CSC Holdings, LLC, 10.875% Oct. 15 20 | USD | 375 | 500 | 600 |
| CVS Health Corporation, 2.80% Jun. 20 20 | USD | 1,000 | 1,275 | 1,363 |
| D.R. Horton, Inc., 3.75% Dec. 01 18 | USD | 250 | 276 | 343 |
| Devon Energy Corporation, 3.25% Feb. 15 22 | USD | 2,025 | 2,306 | 2,705 |
| Diamond 1 Finance Corp / Diamond 2, 6.02% Mar. 15 26 | USD | 100 | 129 | 146 |
| Diamond 1 Finance Corp / Diamond 2, 8.35% Jan. 15 46 | USD | 125 | 165 | 207 |
| EMC Corporation, 3.375% Mar. 01 23 | USD | 115 | 124 | 143 |
| Fairfax (US) Inc., 4.875% Aug. 13 24 | USD | 800 | 991 | 1,052 |
| GATX Corporation, 2.50% Jul. 30 19 | USD | 250 | 278 | 336 |
| General Motors Company, 5.20% Apr. 01 45 | USD | 370 | 434 | 481 |
| Goldman Sachs Group, Inc. (The), 2.006% Nov. 15 18, Series "D" | USD | 500 | 560 | 678 |
| HCA Inc., 5.875% Aug. 15 25 | USD | 250 | 332 | 347 |
| HCP, Inc., 4.20% Dec. 01 23 | USD | 500 | 547 | 684 |
| HD Supply, Inc., 5.75% Apr. 15 19 | USD | 195 | 258 | 277 |
| JPMorgan Chase & Co., 2.25% Dec. 23 19 | USD | 400 | 477 | 536 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 1,500 | 1,828 | 2,033 |
| Kinder Morgan, Inc., 5.00% Jan. 15 21 | USD | 315 | 329 | 451 |
| Level 3 Financing, Inc., 5.125% May 01 18 | USD | 100 | 125 | 135 |
| Level 3 Financing, Inc., 5.375% May 01 18 | USD | 100 | 125 | 137 |
| Meritor, Inc., 6.25% Feb. 15 19 | USD | 300 | 373 | 397 |
| Morgan Stanley, 2.50% Jan. 24 19, Series "F" | USD | 500 | 547 | 679 |
| Outfront Media Capital LLC/Outfront Media Capital Corporation, 5.25% Feb. 15 17 | USD | 300 | 328 | 419 |
| Penske Truck Leasing Company LP/PTL Finance Corporation, 2.50% May 15 19 | USD | 500 | 542 | 673 |
| Penske Truck Leasing Company LP/PTL Finance Corporation, 3.05% Dec. 09 19 | USD | 400 | 510 | 543 |
| Ryder System, Inc., 2.45% Oct. 15 18 | USD | 500 | 520 | 678 |
| Sinclair Television Group, Inc., 5.125% Aug. 15 21 | USD | 240 | 308 | 308 |
| SunTrust Banks, Inc., 2.35% Oct. 01 18 | USD | 500 | 514 | 678 |
| TD Ameritrade Holding Corporation, 2.95% Feb. 01 22 | USD | 1,000 | 1,241 | 1,360 |
| Tenet Healthcare Corporation, 5.00% Mar. 01 19 | USD | 250 | 276 | 329 |
| Time Warner Cable Inc., 4.50% Mar. 15 42 | USD | 406 | 436 | 496 |
| Toll Brothers Finance Corp., 4.00% Nov. 30 18 | USD | 250 | 262 | 345 |
| United States Treasury, 1.625% Jun. 30 20 | USD | 450 | 581 | 605 |
| United States Treasury, 1.75% Apr. 30 22 | USD | 1,000 | 1,234 | 1,324 |
| United States Treasury, 1.375% Sep. 30 23 | USD | 500 | 653 | 636 |
| United States Treasury, 2.00% Feb. 15 25 | USD | 1,500 | 1,872 | 1,961 |
| United States Treasury, 2.125% May 15 25 | USD | 1,550 | 2,003 | 2,041 |
| United States Treasury, 3.00% May 15 45 | USD | 500 | 634 | 662 |
| United States Treasury, 2.25% Aug. 15 46 | USD | 1,500 | 1,758 | 1,694 |
| Univision Communications, Inc., 5.125% May 15 18 | USD | 150 | 193 | 199 |
| Verizon Communications Inc., 2.709% Sep. 14 18 | USD | 400 | 522 | 549 |
| Wells Fargo & Company, 2.15% Jan. 30 20, Series "N" | USD | 750 | 937 | 1,003 |
| Wells Fargo & Company, 5.90% Jun. 15 24 | USD | 500 | 548 | 676 |
| Zimmer Biomet Holdings, Inc., 3.55% Jan. 01 25 | USD | 1,000 | 1,260 | 1,310 |
| | | | **40,504** | **44,723** |
| **EQUITIES (60.6%)** | | | | |
| **Canadian Preferred Equities (0.6%)** | | | | |
| Enbridge Inc., 4.00%, Redeemable, Series "J" | | 7,000 | 176 | 208 |
| Enbridge Inc., 4.00%, Series "L" | | 10,000 | 253 | 297 |
| Enbridge Inc., 4.00%, Redeemable, Series 1 | | 15,000 | 379 | 443 |
| Enbridge Inc., 4.40%, Series 5 | | 15,000 | 374 | 433 |
| | | | **1,182** | **1,381** |
| **Foreign Preferred Equities (1.1%)** | | | | |
| Bank of America Corporation, 5.125%, Non-Cumulative, Series "V" | | 500 | 543 | 662 |
| Citigroup Inc., 5.95%, Non-Cumulative, Series "A" | | 350 | 348 | 477 |
| Fifth Third Bancorp, 4.90%, Non-Cumulative, Series "J" | | 650 | 718 | 814 |
| KeyCorp, 5.00% Non-Cumulative, Series "D" | | 350 | 433 | 435 |
| | | | **2,042** | **2,388** |
| **Canada (4.6%)** | | | | |
| Canadian Pacific Railway Limited | | 3,729 | 724 | 714 |
| Cott Corporation | | 212,127 | 3,832 | 3,227 |
| Open Text Corporation | | 54,062 | 4,341 | 4,487 |
| Valeant Pharmaceuticals International, Inc. | | 10,721 | 1,684 | 209 |
| Waste Connections, Inc. | | 14,363 | 1,247 | 1,516 |
| | | | **11,828** | **10,153** |
| **Germany (1.7%)** | | | | |
| SAP SE, Sponsored ADR | | 31,558 | **3,525** | **3,662** |
| **Ireland (0.6%)** | | | | |
| Allergan PLC | | 4,926 | **1,457** | **1,390** |
| **United Kingdom (0.7%)** | | | | |
| Nielsen Holdings PLC | | 25,962 | **1,439** | **1,462** |
| **United States (51.3%)** | | | | |
| Abbott Laboratories | | 55,744 | 2,971 | 2,875 |
| Advance Auto Parts, Inc. | | 9,619 | 2,028 | 2,185 |
| Aetna Inc. | | 8,828 | 1,286 | 1,470 |
| Alphabet Inc., Class "A" | | 2,448 | 2,580 | 2,606 |
| AMC Entertainment Holdings, Inc., Class "A" | | 63,049 | 2,390 | 2,849 |
| Anthem, Inc. | | 4,113 | 761 | 794 |
| Apple Inc. | | 19,320 | 2,793 | 3,005 |
| AT&T Inc. | | 1,328 | 66 | 76 |
| BB&T Corporation | | 6,146 | 315 | 388 |
| Becton, Dickinson and Company | | 4,663 | 1,058 | 1,037 |
| C. R. Bard, Inc. | | 10,322 | 2,931 | 3,114 |
| Cathay General Bancorp | | 14,304 | 526 | 730 |
| CBS Corporation, Class "B", Non-Voting | | 3,397 | 276 | 290 |
| Celgene Corporation | | 11,461 | 1,732 | 1,782 |
| Centene Corporation | | 47,564 | 4,041 | 3,609 |
| Charles Schwab Corporation (The) | | 28,535 | 1,209 | 1,512 |
| CIGNA Corporation | | 7,854 | 1,284 | 1,409 |
| Cisco Systems, Inc. | | 47,160 | 1,804 | 1,915 |
| Coca-Cola Company (The) | | 46,864 | 2,644 | 2,609 |
| Constellation Brands, Inc., Class "A" | | 17,946 | 3,643 | 3,696 |
| CVS Health Corporation | | 6,863 | 758 | 727 |
| Devon Energy Corporation | | 22,836 | 1,394 | 1,400 |
| Dollar General Corporation | | 55,915 | 5,277 | 5,561 |
| Dollar Tree, Inc. | | 12,549 | 1,293 | 1,300 |
| East West Bancorp, Inc. | | 10,748 | 588 | 734 |
| Envision Healthcare Corporation | | 25,051 | 3,095 | 2,129 |
| EOG Resources, Inc. | | 10,611 | 1,334 | 1,440 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Monthly Income Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (60.6%) (cont'd)** | | | |
| **United States (51.3%) (cont'd)** | | | |
| Equifax Inc. | 285 | 43 | 45 |
| Gilead Sciences, Inc. | 34,263 | 3,845 | 3,295 |
| Halliburton Company | 54,250 | 3,193 | 3,940 |
| Hanmi Financial Corporation | 11,062 | 297 | 518 |
| Intel Corporation | 38,724 | 1,778 | 1,887 |
| iShares Core U.S. Aggregate Bond ETF | 10,000 | 1,395 | 1,451 |
| Korn/Ferry International | 18,382 | 857 | 726 |
| Kroger Co. (The) | 62,629 | 2,873 | 2,903 |
| Mattel, Inc. | 79,453 | 3,178 | 2,939 |
| McKesson Corporation | 1,824 | 413 | 344 |
| Mead Johnson Nutrition Company, Class "A" | 2,312 | 220 | 220 |
| Mednax, Inc. | 15,460 | 1,467 | 1,384 |
| Medtronic PLC | 17,844 | 1,884 | 1,707 |
| Microsoft Corporation | 17,361 | 1,362 | 1,449 |
| Molson Coors Brewing Company, Class "B" | 33,229 | 4,366 | 4,343 |
| Mondelez International, Inc., Class "A" | 52,968 | 3,050 | 3,153 |
| Nabors Industries Ltd. | 101,354 | 1,608 | 2,232 |
| Newell Brands Inc. | 24,005 | 1,502 | 1,439 |
| Newmont Mining Corporation | 21,768 | 1,029 | 996 |
| NextEra Energy, Inc. | 9,382 | 1,453 | 1,505 |
| PepsiCo, Inc. | 21,204 | 2,882 | 2,980 |
| Perrigo Company PLC | 8,300 | 965 | 928 |
| Pioneer Natural Resources Company | 5,694 | 1,262 | 1,377 |
| PNC Financial Services Group, Inc. (The) | 4,910 | 611 | 771 |
| PPG Industries, Inc. | 13,368 | 1,745 | 1,701 |
| Regal Entertainment Group, Class "A" | 47,664 | 1,340 | 1,318 |
| Royal Caribbean Cruises, Ltd. | 13,002 | 1,270 | 1,432 |
| Ryder System, Inc. | 14,384 | 1,282 | 1,438 |
| Sempra Energy | 1,075 | 148 | 145 |
| Signet Jewelers Limited | 7,744 | 1,182 | 981 |
| Snap-on Incorporated | 3,253 | 676 | 748 |
| SPX FLOW, Inc. | 13,966 | 640 | 601 |
| Synchrony Financial | 6,006 | 212 | 292 |
| TD Ameritrade Holding Corporation | 27,261 | 1,237 | 1,596 |
| Thermo Fisher Scientific Inc. | 15,238 | 2,912 | 2,887 |
| TransUnion | 21,877 | 894 | 911 |
| U.S. Bancorp | 2,332 | 133 | 161 |
| Universal Health Services, Inc., Class "B" | 6,053 | 967 | 865 |
| Viacom Inc., Class "B" | 6,256 | 308 | 295 |
| Walgreens Boots Alliance, Inc. | 9,772 | 1,074 | 1,086 |
| Walt Disney Company (The) | 2,088 | 282 | 292 |
| Zimmer Biomet Holdings, Inc. | 20,874 | 2,851 | 2,899 |
| | | **110,763** | **113,422** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (87.5%)** | | **186,201** | **193,462** |
| **TRANSACTION COSTS (0.0%)** | | **(105)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (87.5%)** | | **186,096** | **193,462** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.2%)** | | **–** | **(465)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (8.4%)** | | | |
| Canadian | | 7,682 | 7,682 |
| Foreign | | 10,833 | 10,811 |
| | | **18,515** | **18,493** |
| **OTHER NET ASSETS (LIABILITIES) (4.3%)** | | | **9,809** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **221,299** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

## Schedule of Derivative Instruments

### *Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 65 | (CAD) (86) | 1.333 | 1.342 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 84 | (CAD) (112) | 1.322 | 1.342 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 59 | (CAD) (77) | 1.312 | 1.342 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 63 | (CAD) (85) | 1.337 | 1.342 | – |
| | | | | | | | **5** |

### *Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 34,720 | (USD) (25,975) | 0.748 | 0.745 | (136) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 8,645 | (USD) (6,475) | 0.749 | 0.745 | (47) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 6,008 | (USD) (4,500) | 0.749 | 0.745 | (33) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 8,470 | (USD) (6,344) | 0.749 | 0.745 | (46) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 18,124 | (USD) (13,575) | 0.749 | 0.745 | (99) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 4,514 | (USD) (3,375) | 0.748 | 0.745 | (14) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 6,955 | (USD) (5,200) | 0.748 | 0.745 | (22) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 12,506 | (USD) (9,356) | 0.748 | 0.745 | (48) |
| | | | | | | | **(445)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Monthly Income Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 93 | (USD) | (70) | 0.755 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 137 | (CAD) | (184) | 1.347 | 1.342 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 5,129 | (CAD) | (6,906) | 1.347 | 1.342 | (21) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 82 | (CAD) | (111) | 1.345 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 76 | (CAD) | (103) | 1.351 | 1.342 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 114 | (CAD) | (154) | 1.351 | 1.342 | (1) |
| | | | | | | | | | **(25)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | | | **(470)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Monthly Income Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income and long-term capital appreciation by investing primarily in a broad range of US equity and debt securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | 1,500 |
| 1-3 years | 10,345 | 10,749 |
| 3-5 years | 11,313 | 11,455 |
| 5-10 years | 30,302 | 34,236 |
| > 10 years | 7,644 | 5,414 |
| | **59,604** | **63,354** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $792,000 or approximately 0.4% (June 30, 2016 – $831,000 or approximately 0.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 207,183 | (100,339) | 106,844 | 48.3 |
| Euro | 5 | – | 5 | 0.0 |
| | **207,188** | **(100,339)** | **106,849** | **48.3** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 7,633 | (7,707) | (74) | (0.0) |
| | **7,633** | **(7,707)** | **(74)** | **(0.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 198,933 | (98,303) | 100,630 | 47.7 |
| Euro | 32 | – | 32 | 0.0 |
| Pound Sterling | 10 | – | 10 | 0.0 |
| | **198,975** | **(98,303)** | **100,672** | **47.7** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 5,683 | (5,558) | 125 | 0.1 |
| | **5,683** | **(5,558)** | **125** | **0.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $10,678,000 or approximately 4.8% (June 30, 2016 – $10,680,000 or approximately 4.8%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 60.6% (June 30, 2016 – 61.6%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $13,386,000 (June 30, 2016 – $13,015,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

# Dynamic U.S. Monthly Income Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 3.4 | 1.0 | – | – |
| AAA | 14.1 | 4.0 | 10.4 | 3.3 |
| AA | 4.3 | 1.2 | 7.2 | 2.3 |
| A | 19.3 | 5.5 | 24.1 | 7.6 |
| BBB | 43.2 | 12.4 | 43.2 | 13.7 |
| BB | 10.6 | 3.0 | 8.6 | 2.7 |
| B | 4.1 | 1.2 | 4.8 | 1.5 |
| CCC | 1.0 | 0.3 | 1.7 | 0.5 |
| | **100.0** | **28.6** | **100.0** | **31.6** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **26.9** | **29.9** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 5.2 | 4.8 |
| **Foreign Bonds and Debentures** | | |
| China | – | 0.0 |
| Luxembourg | 0.3 | 0.5 |
| Netherlands | 0.6 | 0.6 |
| Singapore | 0.6 | 0.6 |
| United States | 20.2 | 23.4 |
| **EQUITIES** | **60.6** | **61.6** |
| Canadian Preferred Equities | 0.6 | 0.5 |
| Foreign Preferred Equities | 1.1 | 1.2 |
| Canada | 4.6 | 0.7 |
| Germany | 1.7 | 0.6 |
| Ireland | 0.6 | 0.4 |
| United Kingdom | 0.7 | 0.5 |
| United States | 51.3 | 57.7 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **8.4** | **10.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 131,470 | 2,388 | – | 133,858 |
| Bonds and debentures | – | 59,604 | – | 59,604 |
| Unrealized gain on currency forward contracts | – | 5 | – | 5 |
| Unrealized gain on currency spot contracts | – | 51 | – | 51 |
| | **131,470** | **62,048** | **–** | **193,518** |
| Unrealized loss on currency forward contracts | – | (470) | – | (470) |
| | **131,470** | **61,578** | **–** | **193,048** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 127,719 | 2,429 | – | 130,148 |
| Bonds and debentures | – | 63,354 | – | 63,354 |
| Unrealized gain on currency forward contracts | – | 184 | – | 184 |
| Unrealized gain on currency spot contracts | – | 7 | – | 7 |
| | **127,719** | **65,974** | **–** | **193,693** |
| Unrealized loss on currency forward contracts | – | (334) | – | (334) |
| | **127,719** | **65,640** | **–** | **193,359** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 5 | (5) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **5** | **(5)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 470 | (5) | – | 465 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **470** | **(5)** | **–** | **465** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 184 | (4) | – | 180 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **184** | **(4)** | **–** | **180** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 334 | (4) | – | 330 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **334** | **(4)** | **–** | **330** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Monthly Income Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| iShares Core U.S. Aggregate Bond ETF | 1,451 | 0.0 |
| | **1,451** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| iShares Core U.S. Aggregate Bond ETF | 1,464 | 0.0 |
| | **1,464** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Value Balanced Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 1,252,314 | 1,347,921 |
| Unrealized gain on currency forward contracts | 143 | 272 |
| Unrealized gain on currency spot contracts | 58 | 2 |
| Unrealized gain on futures contracts | 39 | – |
| Cash | 41,796 | 74,577 |
| Margin deposited on derivatives | 1,645 | 2,568 |
| Receivable for securities sold | 23,099 | 24,908 |
| Subscriptions receivable | 1,123 | 408 |
| Accrued investment income and other | 3,693 | 4,058 |
| | **1,323,910** | **1,454,714** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 1,721 | 1,851 |
| Payable for securities purchased | 1,272 | 8,648 |
| Redemptions payable | 3,393 | 4,901 |
| Accrued expenses | 148 | 158 |
| Unrealized loss on currency forward contracts | 820 | 1,017 |
| Unrealized loss on futures contracts | – | 1,612 |
| | **7,354** | **18,187** |
| **Net assets attributable to holders of redeemable units** | **1,316,556** | **1,436,527** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 649,391 | 732,566 |
| Series E | 14,889 | 15,249 |
| Series F | 63,493 | 54,988 |
| Series FI | n/a | 6,124 |
| Series FT | 4,467 | 5,677 |
| Series G | 184,032 | 203,504 |
| Series I | 8,315 | 8,525 |
| Series O | 362,962 | 377,588 |
| Series T | 29,007 | 32,306 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 18.82 | 18.56 |
| Series E | 11.12 | 10.97 |
| Series F | 21.25 | 20.94 |
| Series FI | n/a | 9.50 |
| Series FT | 10.17 | 10.09 |
| Series G | 18.89 | 18.62 |
| Series I | 5.55 | 5.48 |
| Series O | 5.45 | 5.38 |
| Series T | 4.61 | 4.62 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 7,564 | 16,233 |
| Interest for distribution purposes | 6,454 | 8,999 |
| Net realized gain (loss) on non-derivative financial assets | 23,026 | 56,728 |
| Net realized gain (loss) on currency forward contracts | (7,628) | (17,422) |
| Net realized gain (loss) on futures contracts | 847 | (1,261) |
| Change in unrealized gain (loss) on non-derivative financial assets | 20,111 | (150,783) |
| Change in unrealized gain (loss) on currency forward contracts | 68 | (228) |
| Change in unrealized gain (loss) on currency spot contracts | 56 | 71 |
| Change in unrealized gain (loss) on futures contracts | 1,651 | (743) |
| Net gain (loss) on investments | **52,149** | **(88,406)** |
| Securities lending | 25 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 156 | 358 |
| Total income (loss), net | **52,330** | **(88,048)** |
| **EXPENSES** | | |
| Management fees (note 5) | 9,710 | 12,740 |
| Fixed administration fees (note 6) | 829 | 1,105 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 9 | 6 |
| Foreign withholding taxes/tax reclaims | 136 | 278 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 1,143 | 1,511 |
| Transaction costs | 546 | 522 |
| Total expenses | **12,375** | **16,163** |
| Expenses absorbed by the Manager | – | (7) |
| Net expenses | **12,375** | **16,156** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **39,955** | **(104,204)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 17,502 | (59,868) |
| Series E | 397 | (897) |
| Series F | 1,808 | (3,301) |
| Series FI | 142 | (231) |
| Series FT | 160 | (338) |
| Series G | 5,061 | (14,406) |
| Series I | 306 | (565) |
| Series O | 13,804 | (21,871) |
| Series T | 775 | (2,727) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.47 | (1.25) |
| Series E | 0.28 | (0.69) |
| Series F | 0.68 | (1.24) |
| Series FI | 0.23 | (0.58) |
| Series FT | 0.32 | (0.57) |
| Series G | 0.49 | (1.22) |
| Series I | 0.20 | (0.32) |
| Series O | 0.20 | (0.29) |
| Series T | 0.12 | (0.31) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 37,013,788 | 47,717,404 |
| Series E | 1,418,621 | 1,292,677 |
| Series F | 2,668,581 | 2,658,224 |
| Series FI | 606,543 | 398,218 |
| Series FT | 506,853 | 589,290 |
| Series G | 10,337,777 | 11,755,487 |
| Series I | 1,523,897 | 1,827,117 |
| Series O | 68,347,387 | 74,960,544 |
| Series T | 6,663,103 | 8,683,789 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 732,566 | 1,039,650 |
| Series E | 15,249 | 14,739 |
| Series F | 54,988 | 58,502 |
| Series FI | 6,124 | 2,478 |
| Series FT | 5,677 | 5,886 |
| Series G | 203,504 | 237,736 |
| Series I | 8,525 | 10,885 |
| Series O | 377,588 | 459,185 |
| Series T | 32,306 | 47,500 |
| | **1,436,527** | **1,876,561** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 17,502 | (59,868) |
| Series E | 397 | (897) |
| Series F | 1,808 | (3,301) |
| Series FI | 142 | (231) |
| Series FT | 160 | (338) |
| Series G | 5,061 | (14,406) |
| Series I | 306 | (565) |
| Series O | 13,804 | (21,871) |
| Series T | 775 | (2,727) |
| | **39,955** | **(104,204)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series E | – | (12) |
| Series F | – | (477) |
| Series FI | – | (25) |
| Series FT | – | (39) |
| Series G | – | (178) |
| Series I | – | (153) |
| Series O | (8) | (6,680) |
| From net realized gains on investments | | |
| Series A | – | (49,082) |
| Series E | – | (710) |
| Series F | (13) | (2,682) |
| Series FI | (1) | (127) |
| Series FT | – | (223) |
| Series G | – | (11,350) |
| Series I | (4) | (459) |
| Series O | (160) | (19,943) |
| Series T | – | (1,546) |
| From return of capital | | |
| Series A | (7,696) | – |
| Series E | (196) | – |
| Series F | (949) | – |
| Series FI | (87) | – |
| Series FT | (123) | – |
| Series G | (2,297) | – |
| Series I | (193) | – |
| Series O | (8,605) | – |
| Series T | (761) | – |
| | **(21,093)** | **(93,686)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 11,948 | 19,557 |
| Series E | 3,446 | 4,634 |
| Series F | 23,378 | 15,463 |
| Series FI | 3 | 3,297 |
| Series FT | 485 | 1,799 |
| Series G | 5,701 | 24,089 |
| Series I | 442 | 1,161 |
| Series O | 1,670 | 3,107 |
| Series T | 870 | 1,117 |
| Reinvested distributions | | |
| Series A | 7,289 | 46,257 |
| Series E | 188 | 695 |
| Series F | 726 | 2,252 |
| Series FI | 63 | 98 |
| Series FT | 19 | 106 |
| Series G | 2,204 | 10,997 |
| Series I | 178 | 514 |
| Series O | 8,773 | 26,623 |
| Series T | 330 | 619 |
| Payments on redemption | | |
| Series A | (112,218) | (157,516) |
| Series E | (4,195) | (3,008) |
| Series F | (16,445) | (12,505) |
| Series FI | (6,244) | (408) |
| Series FT | (1,751) | (1,210) |
| Series G | (30,141) | (24,212) |
| Series I | (939) | (1,846) |
| Series O | (30,100) | (38,024) |
| Series T | (4,513) | (7,852) |
| | **(138,833)** | **(84,196)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (83,175) | (200,652) |
| Series E | (360) | 702 |
| Series F | 8,505 | (1,250) |
| Series FI | (6,124) | 2,604 |
| Series FT | (1,210) | 95 |
| Series G | (19,472) | (15,060) |
| Series I | (210) | (1,348) |
| Series O | (14,626) | (56,788) |
| Series T | (3,299) | (10,389) |
| | **(119,971)** | **(282,086)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 649,391 | 838,998 |
| Series E | 14,889 | 15,441 |
| Series F | 63,493 | 57,252 |
| Series FI | n/a | 5,082 |
| Series FT | 4,467 | 5,981 |
| Series G | 184,032 | 222,676 |
| Series I | 8,315 | 9,537 |
| Series O | 362,962 | 402,397 |
| Series T | 29,007 | 37,111 |
| | **1,316,556** | **1,594,475** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 39,955 | (104,204) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (23,026) | (56,728) |
| Unrealized foreign currency translation (gain) loss | 1 | (710) |
| Change in unrealized (gain) loss on non-derivative financial assets | (20,111) | 150,783 |
| Change in unrealized (gain) loss on currency forward contracts | (68) | 228 |
| Change in unrealized (gain) loss on currency spot contracts | (56) | (71) |
| Change in unrealized (gain) loss on futures contracts | (1,651) | 743 |
| Purchases of portfolio investments | (501,234) | (605,505) |
| Proceeds from sale of portfolio investments | 634,411 | 820,864 |
| Margin deposited on derivatives | 923 | 2,677 |
| Accrued investment income and other | 365 | 1,097 |
| Accrued expenses and other payables | (140) | (382) |
| **Net cash provided by (used in) operating activities** | **129,369** | **208,792** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 15,939 | 34,032 |
| Amounts paid on redemption of redeemable units | (176,765) | (205,965) |
| Distributions to unitholders of redeemable units | (1,323) | (5,523) |
| **Net cash provided by (used in) financing activities** | **(162,149)** | **(177,456)** |
| Unrealized foreign currency translation gain (loss) | (1) | 710 |
| Net increase (decrease) in cash | (32,781) | 32,046 |
| Cash (bank overdraft), beginning of period | 74,577 | 75,140 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **41,796** | **107,186** |
| Interest paid[1] | 9 | 6 |
| Interest received[1] | 6,752 | 9,936 |
| Dividends received, net of withholding taxes[1] | 7,476 | 16,167 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (29.8%)** | | | | |
| **Canadian Bonds and Debentures (24.6%)** | | | | |
| **Federal (8.4%)** | | | | |
| Canada Housing Trust, 1.031% Sep. 15 17 | | 5,437 | 5,460 | 5,450 |
| Canada Housing Trust, 0.871% Sep. 15 18 | | 5,463 | 5,470 | 5,472 |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | | 3,386 | 3,384 | 3,378 |
| Government of Canada, 0.875% Feb. 14 17 | USD | 4,980 | 4,951 | 6,687 |
| Government of Canada, 0.25% May 01 18 | | 8,500 | 8,425 | 8,452 |
| Government of Canada, 0.50% Aug. 01 18 | | 8,381 | 8,366 | 8,351 |
| Government of Canada, 1.25% Sep. 01 18 | | 7,000 | 7,167 | 7,059 |
| Government of Canada, 1.75% Mar. 01 19 | | 1,901 | 1,983 | 1,941 |
| Government of Canada, 3.75% Jun. 01 19 | | 7,075 | 7,909 | 7,571 |
| Government of Canada, 1.75% Sep. 01 19 | | 9,650 | 9,973 | 9,881 |
| Government of Canada, 0.75% Sep. 01 20 | | 17,142 | 16,994 | 16,993 |
| Government of Canada, 0.75% Mar. 01 21 | | 11,390 | 11,325 | 11,243 |
| Government of Canada, 3.25% Jun. 01 21 | | 1,982 | 2,189 | 2,166 |
| Government of Canada, 2.75% Jun. 01 22 | | 2,311 | 2,545 | 2,491 |
| Government of Canada, 1.50% Jun. 01 23 | | 987 | 1,007 | 993 |
| Government of Canada, 2.50% Jun. 01 24 | | 1,400 | 1,541 | 1,496 |
| Government of Canada, 2.25% Jun. 01 25 | | 6,834 | 7,318 | 7,166 |
| Government of Canada, 3.50% Dec. 01 45 | | 3,246 | 4,337 | 4,036 |
| | | | **110,344** | **110,826** |
| **Provincial (3.8%)** | | | | |
| Province of British Columbia, 2.70% Dec. 18 22 | | 8,484 | 8,921 | 8,889 |
| Province of Ontario, 1.047% Dec. 03 18 | | 6,000 | 6,017 | 6,018 |
| Province of Ontario, 2.60% Jun. 02 25 | | 21,742 | 22,018 | 22,094 |
| Province of Quebec, 2.75% Sep. 01 25 | | 12,990 | 13,263 | 13,333 |
| | | | **50,219** | **50,334** |
| **Corporate (12.4%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 1,776 | 1,913 | 1,868 |
| AltaGas Ltd., 4.07% Jun. 01 20 | | 3,336 | 3,596 | 3,545 |
| AltaLink, L.P., 3.265% Mar. 05 20, Series 13-1 | | 743 | 743 | 768 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | | 1,535 | 1,511 | 1,610 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 1,710 | 1,915 | 1,860 |
| AltaLink, L.P., 3.399% Mar. 06 24 | | 2,380 | 2,630 | 2,533 |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | | 436 | 436 | 434 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 2,916 | 3,092 | 3,024 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 539 | 576 | 572 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 953 | 953 | 935 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 3,997 | 3,954 | 3,997 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 5,141 | 5,264 | 5,236 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 18 | 19 | 19 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 1,475 | 1,475 | 1,464 |
| bcIMC Realty Corporation, 2.79% Aug. 02 18 | | 2,789 | 2,788 | 2,851 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | | 977 | 977 | 1,039 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 3,291 | 3,450 | 3,425 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | | 582 | 639 | 642 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 541 | 544 | 596 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | | 1,600 | 1,599 | 1,566 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | | 3,845 | 4,099 | 4,186 |
| Canadian Imperial Bank of Commerce, 2.22% Mar. 07 18 | | 6,250 | 6,399 | 6,325 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 469 | 487 | 479 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 72 | 72 | 72 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 2,818 | 2,819 | 2,877 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | | 2,156 | 2,156 | 2,185 |
| Canadian Natural Resources Limited, 3.55% Mar. 03 24 | | 653 | 651 | 660 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | | 63 | 68 | 67 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 1,536 | 1,536 | 1,542 |
| CU Inc., 6.80% Aug. 13 19 | | 3,215 | 3,936 | 3,648 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 2,250 | 2,551 | 2,427 |
| Enbridge Gas Distribution Inc., 1.85% Apr. 24 17 | | 1,465 | 1,465 | 1,469 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 601 | 657 | 652 |
| Enbridge Income Fund Holdings Inc., 4.10% Feb. 22 19, Series 6 | | 1,651 | 1,723 | 1,729 |
| Enbridge Pipelines Inc., 4.49% Nov. 12 19 | | 2,301 | 2,592 | 2,491 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 1,561 | 1,561 | 1,562 |
| First Capital Realty Inc., 5.48% Jul. 30 19, Series "L" | | 1,178 | 1,353 | 1,278 |
| First Capital Realty Inc., 3.95% Dec. 05 22, Series "P" | | 2,362 | 2,446 | 2,494 |
| Fortis Inc., 2.85% Oct. 12 23 | | 1,118 | 1,119 | 1,121 |
| Greater Toronto Airports Authority, 4.85% Jun. 01 17 | | 2,762 | 3,070 | 2,806 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 807 | 807 | 802 |
| H&R Real Estate Investment Trust, 4.90% Feb. 02 18, Series "E" | | 3,910 | 4,254 | 4,044 |
| Hydro One Inc., 1.48% Nov. 18 19 | | 100 | 100 | 100 |
| Hydro One Inc., 1.62% Apr. 30 20 | | 1,993 | 1,993 | 1,994 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 686 | 686 | 689 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | | 302 | 324 | 313 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | | 144 | 160 | 160 |
| Inter Pipeline Ltd., 1.385% May 30 17 | | 2,374 | 2,375 | 2,374 |
| Inter Pipeline Ltd., 2.608% Jul. 13 23 | | 682 | 682 | 675 |
| Inter Pipeline Ltd., 3.484% Sep. 16 26 | | 1,000 | 1,000 | 1,015 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | | 4,425 | 4,425 | 4,693 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 1,453 | 1,478 | 1,509 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 2,010 | 2,006 | 2,049 |
| OMERS Realty Corporation, 2.498% Jun. 05 18 | | 2,332 | 2,320 | 2,371 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | | 2,848 | 2,848 | 2,967 |
| OMERS Realty Corporation, 3.358% Jun. 05 23 | | 1,999 | 1,960 | 2,108 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | | 1,637 | 1,805 | 1,796 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 728 | 756 | 764 |
| Rogers Communications Inc., 2.80% Mar. 13 19 | | 4,755 | 4,754 | 4,878 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 1,159 | 1,179 | 1,183 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 2,066 | 2,170 | 2,142 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 590 | 590 | 592 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | | 2,344 | 2,343 | 2,309 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | | 1,622 | 1,603 | 1,607 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 4,112 | 4,112 | 4,084 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | | 387 | 387 | 394 |
| Smart Real Estate Investment Trust, 3.73% Jul. 22 22, Series "M" | | 1,240 | 1,278 | 1,286 |
| Suncor Energy Inc., 5.80% May 22 18 | | 1,702 | 1,965 | 1,803 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 1,527 | 1,523 | 1,507 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 3,830 | 4,311 | 4,226 |
| Toronto-Dominion Bank (The), 2.433% Aug. 15 17 | | 1,450 | 1,493 | 1,462 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 440 | 449 | 450 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 3,254 | 3,237 | 3,254 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 2,585 | 2,695 | 2,657 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 432 | 437 | 444 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 401 | 401 | 390 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 2,620 | 2,782 | 2,754 |
| Union Gas Limited, 4.85% Apr. 25 22, Series 6 | | 3,711 | 4,304 | 4,215 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 433 | 433 | 470 |
| Union Gas Limited, 3.19% Jun. 17 25, Series 13 | | 383 | 383 | 397 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 3,017 | 3,012 | 3,094 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 537 | 535 | 564 |
| Videotron Ltd., 5.625% Mar. 15 25 | | 3,627 | 3,613 | 3,743 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 4,137 | 4,815 | 4,440 |
| | | | **163,617** | **162,822** |
| **Foreign Bonds and Debentures (5.2%)** | | | | |
| **Australia (0.3%)** | | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | | 4,177 | **4,254** | **4,232** |
| **Belgium (0.3%)** | | | | |
| Anheuser-Busch InBev Worldwide Inc., 2.375% Jan. 25 18 | | 3,959 | **4,014** | **4,008** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (29.8%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (5.2%) (cont'd)** | | | | |
| **France (0.2%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 2,046 | **2,510** | **3,055** |
| **United Kingdom (0.3%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 1,410 | 1,449 | 1,453 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 2,031 | 2,014 | 2,062 |
| | | | **3,463** | **3,515** |
| **United States (4.1%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 1,200 | 1,483 | 1,585 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 2,756 | 2,844 | 3,710 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 7 | 9 | 10 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 2,119 | 2,557 | 3,104 |
| CC Holdings GS V LLC/Crown Castle GS III Corp., 3.849% Apr. 15 23 | USD | 283 | 353 | 387 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 686 | 1,338 | 1,248 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 2,853 | 4,382 | 4,154 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 3,686 | 4,699 | 5,073 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 1,814 | 2,781 | 2,780 |
| Simon Property Group, L.P., 2.75% Dec. 01 22 | USD | 1,765 | 1,723 | 2,339 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 763 | 973 | 1,042 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 1,315 | 1,865 | 1,904 |
| United States Treasury, 1.625% Nov. 15 22 | USD | 1,610 | 1,822 | 2,104 |
| United States Treasury, 1.75% May 15 23 | USD | 752 | 744 | 984 |
| United States Treasury, 2.50% Aug. 15 23 | USD | 1,200 | 1,231 | 1,640 |
| United States Treasury, 2.375% Aug. 15 24 | USD | 1,664 | 1,804 | 2,245 |
| UnitedHealth Group Incorporated, 2.30% Dec. 15 19 | USD | 3,697 | 4,690 | 5,003 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 100 | 125 | 136 |
| Ventas Realty, Limited Partnership/Ventas Capital Corporation, 2.70% Jan. 01 20 | USD | 169 | 184 | 228 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 1,107 | 1,331 | 1,592 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 771 | 794 | 1,146 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 1,516 | 2,134 | 2,047 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 2,667 | 3,447 | 3,528 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 1,135 | 1,504 | 1,547 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 3,760 | 4,689 | 4,855 |
| | | | **49,506** | **54,391** |
| **EQUITIES (65.3%)** | | | | |
| **Canada (47.1%)** | | | | |
| Agnico-Eagle Mines Limited | | 365,670 | 20,352 | 20,642 |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | | 90,800 | 5,540 | 5,528 |
| ARC Resources Ltd. | | 87,300 | 2,643 | 2,018 |
| Bank of Montreal | | 19,100 | 1,384 | 1,844 |
| Bank of Nova Scotia (The) | | 301,700 | 18,286 | 22,555 |
| Canadian National Railway Company | | 50,700 | 3,919 | 4,581 |
| Canadian Natural Resources Limited | | 591,604 | 21,193 | 25,315 |
| Canadian Pacific Railway Limited | | 152,300 | 29,924 | 29,175 |
| Canfor Corporation | | 113,700 | 3,053 | 1,736 |
| CGI Group Inc., Class "A" | | 753,065 | 26,857 | 48,528 |
| CI Financial Corp. | | 114,500 | 3,737 | 3,306 |
| Crescent Point Energy Corp. | | 549,500 | 10,461 | 10,028 |
| Detour Gold Corporation | | 168,000 | 4,098 | 3,073 |
| DH Corporation | | 313,950 | 10,772 | 6,995 |
| Emera Incorporated | | 403,800 | 18,999 | 18,328 |
| Empire Company Limited, Non-Voting, Class "A" | | 204,600 | 3,995 | 3,216 |
| Enbridge Inc. | | 631,500 | 33,092 | 35,680 |
| Encana Corporation | | 276,300 | 4,757 | 4,354 |
| First Quantum Minerals Ltd. | | 151,600 | 3,207 | 2,024 |
| Fortis Inc. | | 222,700 | 9,086 | 9,233 |
| Goldcorp Inc. | | 487,200 | 11,223 | 8,906 |
| Hydro One Limited | | 574,700 | 13,585 | 13,551 |
| Intact Financial Corporation | | 370,535 | 31,607 | 35,608 |
| Kelt Exploration Ltd. | | 827,400 | 8,110 | 5,601 |
| Loblaw Companies Limited | | 210,200 | 13,940 | 14,891 |
| MacDonald, Dettwiler and Associates Ltd. | | 65,180 | 4,169 | 4,360 |
| Manulife Financial Corporation | | 997,500 | 18,843 | 23,850 |
| Mitel Networks Corporation | | 812,000 | 8,574 | 7,405 |
| Open Text Corporation | | 214,402 | 15,460 | 17,778 |
| Paramount Resources Ltd., Class "A" | | 199,414 | 6,490 | 3,603 |
| Pembina Pipeline Corporation | | 92,900 | 3,230 | 3,898 |
| Performance Sports Group Ltd. | | 340,277 | 6,219 | 681 |
| Potash Corporation of Saskatchewan Inc. | | 173,299 | 4,239 | 4,209 |
| Precision Drilling Corporation | | 2,363,103 | 16,629 | 17,298 |
| Rogers Communications Inc., Class "B" | | 468,629 | 21,675 | 24,270 |
| Royal Bank of Canada | | 283,200 | 20,760 | 25,734 |
| SEMAFO Inc. | | 469,500 | 1,791 | 2,075 |
| Seven Generations Energy Ltd., Class "A" | | 477,700 | 8,690 | 14,957 |
| Shaw Communications Inc., Class "B" | | 259,100 | 6,712 | 6,980 |
| ShawCor Ltd. | | 179,400 | 9,671 | 6,430 |
| Stantec Inc. | | 269,900 | 8,370 | 9,155 |
| Suncor Energy Inc. | | 64,900 | 2,750 | 2,849 |
| Toronto-Dominion Bank (The) | | 387,400 | 19,954 | 25,654 |
| Tourmaline Oil Corp. | | 459,100 | 17,598 | 16,486 |
| TransCanada Corporation | | 592,193 | 30,318 | 35,851 |
| Trilogy Energy Corp. | | 599,100 | 14,208 | 4,523 |
| Trinidad Drilling Ltd. | | 560,400 | 1,935 | 1,872 |
| Uni-Sélect Inc. | | 324,000 | 9,785 | 9,555 |
| Valeant Pharmaceuticals International, Inc. | | 90,594 | 14,602 | 1,764 |
| Waste Connections, Inc. | | 114,706 | 9,680 | 12,083 |
| | | | **596,172** | **620,036** |
| **United Kingdom (0.4%)** | | | | |
| Nielsen Holdings PLC | | 85,000 | **4,828** | **4,788** |
| **United States (17.8%)** | | | | |
| Abbott Laboratories | | 362,000 | 19,456 | 18,669 |
| Advance Auto Parts, Inc. | | 25,400 | 4,722 | 5,769 |
| Aetna Inc. | | 19,104 | 2,801 | 3,182 |
| Alphabet Inc., Class "A" | | 4,200 | 4,469 | 4,471 |
| Anthem, Inc. | | 19,650 | 3,587 | 3,794 |
| Apple Inc. | | 46,900 | 6,844 | 7,296 |
| C. R. Bard, Inc. | | 18,000 | 5,095 | 5,430 |
| Celgene Corporation | | 37,600 | 5,742 | 5,847 |
| Centene Corporation | | 532,229 | 43,969 | 40,383 |
| CIGNA Corporation | | 24,900 | 4,170 | 4,466 |
| CVS Health Corporation | | 35,300 | 4,348 | 3,742 |
| Dollar General Corporation | | 200,100 | 18,985 | 19,901 |
| Dollar Tree, Inc. | | 145,500 | 15,056 | 15,078 |
| Kroger Co. (The) | | 207,400 | 9,241 | 9,614 |
| McKesson Corporation | | 15,631 | 3,723 | 2,948 |
| Mednax, Inc. | | 555,586 | 25,882 | 49,739 |
| Medtronic PLC | | 48,300 | 5,100 | 4,621 |
| Microsoft Corporation | | 54,700 | 4,357 | 4,564 |
| Newell Brands Inc. | | 75,600 | 4,621 | 4,532 |
| Ryder System, Inc. | | 86,211 | 6,677 | 8,619 |
| SPX FLOW, Inc. | | 78,242 | 3,792 | 3,368 |
| Walgreens Boots Alliance, Inc. | | 24,434 | 2,592 | 2,716 |
| Zimmer Biomet Holdings, Inc. | | 40,100 | 5,467 | 5,558 |
| | | | **210,696** | **234,307** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.1%)** | | | **1,199,623** | **1,252,314** |
| **TRANSACTION COSTS (0.0%)** | | | **(593)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.1%)** | | | **1,199,030** | **1,252,314** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | | **–** | **(638)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (3.2%)** | | | | |
| Canadian | | | 39,412 | 39,412 |
| Foreign | | | 2,380 | 2,384 |
| | | | **41,792** | **41,796** |
| **OTHER NET ASSETS (LIABILITIES) (1.8%)** | | | | **23,084** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **1,316,556** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD | 14,147 | (USD) | (10,500) | 0.742 | 0.745 | 51 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD | 12,527 | (USD) | (9,300) | 0.742 | 0.745 | 42 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD | 7,414 | (USD) | (5,500) | 0.742 | 0.745 | 31 |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | USD | 5,000 | (CAD) | (6,692) | 1.338 | 1.342 | 17 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD | 500 | (CAD) | (669) | 1.339 | 1.342 | 2 |
| | | | | | | | | | **143** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 12,609 | (USD) | (9,433) | 0.748 | 0.745 | (49) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD | 10,118 | (USD) | (7,582) | 0.749 | 0.745 | (56) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD | 13,552 | (USD) | (10,150) | 0.749 | 0.745 | (74) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD | 11,323 | (USD) | (8,485) | 0.749 | 0.745 | (62) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD | 51,443 | (USD) | (38,530) | 0.749 | 0.745 | (280) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD | 7,423 | (USD) | (5,550) | 0.748 | 0.745 | (24) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 69,066 | (USD) | (51,670) | 0.748 | 0.745 | (267) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD | 1,300 | (CAD) | (1,746) | 1.343 | 1.342 | (1) |
| Bank of Montreal | A-1 | 24-Feb-17 | USD | 3,800 | (CAD) | (5,106) | 1.344 | 1.342 | (7) |
| | | | | | | | | | **(820)** |

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (28) | CAD | 138.8600 | 22-Mar-17 | (3,888) | (3,851) | 37 |
| United States Treasury 2 Year Bond Futures, Mar. 17 | (1) | USD | 108.4688 | 31-Mar-17 | (291) | (291) | – |
| United States Treasury 5 Year Bond Futures, Mar. 17 | (2) | USD | 118.2344 | 31-Mar-17 | (318) | (316) | 2 |
| | | | | | **(4,497)** | **(4,458)** | **39** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve a high level of interest and dividend income and long-term capital appreciation by investing primarily in Canadian equity securities and debt obligations, including corporate bonds that are rated below investment grade.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 24,913 | 29,701 |
| 1-3 years | 122,225 | 127,203 |
| 3-5 years | 80,101 | 107,740 |
| 5-10 years | 154,665 | 160,404 |
| > 10 years | 11,318 | 10,680 |
| | **393,222** | **435,728** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $4,064,000 or approximately 0.3% (June 30, 2016 – $4,562,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 308,394 | (196,028) | 112,366 | 8.5 |
| Israeli Shekel | 90 | – | 90 | 0.0 |
| Indonesian Rupiah | 10 | – | 10 | 0.0 |
| | **308,494** | **(196,028)** | **112,466** | **8.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 367,073 | (229,004) | 138,069 | 9.6 |
| Israeli Shekel | 87 | – | 87 | 0.0 |
| Indonesian Rupiah | 10 | – | 10 | 0.0 |
| New Taiwan Dollar | 6 | – | 6 | 0.0 |
| | **367,176** | **(229,004)** | **138,172** | **9.6** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $11,247,000 or approximately 0.9% (June 30, 2016 – $13,817,000 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 65.3% (June 30, 2016 – 63.4%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $85,913,000 (June 30, 2016 – $91,058,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | – | – | 1.5 | 0.5 |
| AAA | 32.2 | 9.6 | 29.3 | 8.9 |
| AA | 11.5 | 3.4 | 11.2 | 3.4 |
| A | 34.4 | 10.3 | 34.4 | 10.4 |
| BBB | 20.5 | 6.1 | 22.4 | 6.8 |
| BB | 1.0 | 0.3 | 0.8 | 0.3 |
| Unrated | 0.4 | 0.1 | 0.4 | 0.1 |
| | **100.0** | **29.8** | **100.0** | **30.4** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic Value Balanced Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **29.8** | **30.0** |
| **Canadian Bonds and Debentures** | | |
| Federal | 8.4 | 7.9 |
| Provincial | 3.8 | 3.6 |
| Corporate | 12.4 | 12.9 |
| **Foreign Bonds and Debentures** | | |
| Australia | 0.3 | 0.5 |
| Belgium | 0.3 | 0.3 |
| France | 0.2 | 0.2 |
| United Kingdom | 0.3 | 0.4 |
| United States | 4.1 | 4.2 |
| **EQUITIES** | **65.3** | **63.4** |
| Canada | 47.1 | 41.7 |
| United Kingdom | 0.4 | – |
| United States | 17.8 | 21.7 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **3.2** | **5.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 859,131 | – | – | 859,131 |
| Bonds and debentures | – | 393,183 | – | 393,183 |
| Unrealized gain on currency forward contracts | – | 143 | – | 143 |
| Unrealized gain on currency spot contracts | – | 58 | – | 58 |
| Unrealized gain on futures contracts | 39 | – | – | 39 |
| | **859,170** | **393,384** | **–** | **1,252,554** |
| Unrealized loss on currency forward contracts | – | (820) | – | (820) |
| | **859,170** | **392,564** | **–** | **1,251,734** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 910,581 | – | – | 910,581 |
| Bonds and debentures | – | 430,595 | – | 430,595 |
| Money market instruments | – | 6,745 | – | 6,745 |
| Unrealized gain on currency forward contracts | – | 272 | – | 272 |
| Unrealized gain on currency spot contracts | – | 2 | – | 2 |
| | **910,581** | **437,614** | **–** | **1,348,195** |
| Unrealized loss on currency forward contracts | – | (1,017) | – | (1,017) |
| Unrealized loss on futures contracts | (1,612) | – | – | (1,612) |
| | **908,969** | **436,597** | **–** | **1,345,566** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 143 | (143) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **143** | **(143)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 820 | (143) | – | 677 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **820** | **(143)** | **–** | **677** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 272 | (14) | – | 258 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **272** | **(14)** | **–** | **258** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,017 | (14) | – | 1,003 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,017** | **(14)** | **–** | **1,003** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Fund of Canada (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 1,690,441 | 1,821,587 |
| Unrealized gain on currency forward contracts | 52 | 491 |
| Unrealized gain on currency spot contracts | 16 | 10 |
| Cash | 87,069 | 173,959 |
| Receivable for securities sold | 27,078 | 31,129 |
| Subscriptions receivable | 1,783 | 1,055 |
| Accrued investment income and other | 3,083 | 3,265 |
| | **1,809,522** | **2,031,496** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 1,669 | 1,744 |
| Payable for securities purchased | 3,229 | 19,834 |
| Redemptions payable | 2,663 | 2,634 |
| Accrued expenses | 167 | 177 |
| Distributions payable | 2 | – |
| Unrealized loss on currency forward contracts | 1,204 | 904 |
| | **8,934** | **25,293** |
| **Net assets attributable to holders of redeemable units** | **1,800,588** | **2,006,203** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 636,896 | 673,388 |
| Series F | 80,758 | 69,680 |
| Series FI | n/a | 4,276 |
| Series G | 198,316 | 204,968 |
| Series I | 12,296 | 11,686 |
| Series O | 840,854 | 1,009,274 |
| Series T | 31,468 | 32,931 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 40.05 | 38.38 |
| Series F | 11.57 | 11.13 |
| Series FI | n/a | 12.88 |
| Series G | 40.07 | 38.41 |
| Series I | 11.13 | 10.76 |
| Series O | 11.17 | 10.85 |
| Series T | 3.90 | 3.89 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 15,376 | 29,093 |
| Interest for distribution purposes | 297 | 320 |
| Net realized gain (loss) on non-derivative financial assets | 58,282 | 87,207 |
| Net realized gain (loss) on currency forward contracts | (10,016) | (12,686) |
| Change in unrealized gain (loss) on non-derivative financial assets | 41,815 | (266,375) |
| Change in unrealized gain (loss) on currency forward contracts | (739) | (315) |
| Change in unrealized gain (loss) on currency spot contracts | 6 | 126 |
| Net gain (loss) on investments | **105,021** | **(162,630)** |
| Securities lending | 8 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 442 | 303 |
| Total income (loss), net | **105,471** | **(162,327)** |
| **EXPENSES** | | |
| Management fees (note 5) | 9,281 | 10,980 |
| Fixed administration fees (note 6) | 933 | 1,114 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Foreign withholding taxes/tax reclaims | 268 | 505 |
| Other fund costs | 2 | – |
| Harmonized Sales Tax/Goods and Services Tax | 1,105 | 1,275 |
| Transaction costs | 1,133 | 921 |
| Total expenses | **12,724** | **14,796** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **12,724** | **14,796** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **92,747** | **(177,123)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 27,937 | (70,041) |
| Series F | 3,575 | (5,728) |
| Series FI | 136 | (470) |
| Series G | 8,769 | (19,841) |
| Series I | 653 | (897) |
| Series O | 50,300 | (76,613) |
| Series T | 1,377 | (3,533) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 1.67 | (3.65) |
| Series F | 0.56 | (0.99) |
| Series FI | 0.48 | (1.07) |
| Series G | 1.70 | (3.67) |
| Series I | 0.60 | (0.91) |
| Series O | 0.56 | (0.89) |
| Series T | 0.17 | (0.36) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 16,776,610 | 19,097,836 |
| Series F | 6,426,900 | 5,841,619 |
| Series FI | 280,932 | 442,435 |
| Series G | 5,162,393 | 5,401,264 |
| Series I | 1,087,027 | 979,118 |
| Series O | 89,166,613 | 85,973,778 |
| Series T | 8,261,004 | 9,750,261 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Fund of Canada (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 673,388 | 891,290 |
| Series F | 69,680 | 71,415 |
| Series FI | 4,276 | 4,810 |
| Series G | 204,968 | 234,633 |
| Series I | 11,686 | 11,848 |
| Series O | 1,009,274 | 1,067,182 |
| Series T | 32,931 | 44,730 |
| | **2,006,203** | **2,325,908** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 27,937 | (70,041) |
| Series F | 3,575 | (5,728) |
| Series FI | 136 | (470) |
| Series G | 8,769 | (19,841) |
| Series I | 653 | (897) |
| Series O | 50,300 | (76,613) |
| Series T | 1,377 | (3,533) |
| | **92,747** | **(177,123)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series F | (18) | (132) |
| Series FI | – | (6) |
| Series I | (41) | (87) |
| Series O | (3,463) | (7,895) |
| From net realized gains on investments | | |
| Series A | – | (65,023) |
| Series F | (732) | (5,872) |
| Series FI | – | (398) |
| Series G | (147) | (17,773) |
| Series I | (205) | (1,032) |
| Series O | (17,488) | (93,364) |
| Series T | – | (1,602) |
| From return of capital | | |
| Series T | (1,291) | (79) |
| | **(23,385)** | **(193,263)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 12,907 | 17,731 |
| Series F | 18,601 | 14,234 |
| Series FI | – | 3,172 |
| Series G | 4,055 | 17,934 |
| Series I | 1,190 | 1,420 |
| Series O | 51,718 | 109,492 |
| Series T | 560 | 1,455 |
| Reinvested distributions | | |
| Series A | – | 63,282 |
| Series F | 627 | 5,016 |
| Series FI | – | 378 |
| Series G | 145 | 17,448 |
| Series I | 238 | 1,119 |
| Series O | 20,951 | 101,259 |
| Series T | 333 | 407 |
| Payments on redemption | | |
| Series A | (77,336) | (103,798) |
| Series F | (10,975) | (10,092) |
| Series FI | (4,412) | (939) |
| Series G | (19,474) | (19,533) |
| Series I | (1,225) | (1,245) |
| Series O | (270,438) | (128,043) |
| Series T | (2,442) | (4,421) |
| | **(274,977)** | **86,276** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (36,492) | (157,849) |
| Series F | 11,078 | (2,574) |
| Series FI | (4,276) | 1,737 |
| Series G | (6,652) | (21,765) |
| Series I | 610 | (722) |
| Series O | (168,420) | (95,164) |
| Series T | (1,463) | (7,773) |
| | **(205,615)** | **(284,110)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 636,896 | 733,441 |
| Series F | 80,758 | 68,841 |
| Series FI | n/a | 6,547 |
| Series G | 198,316 | 212,868 |
| Series I | 12,296 | 11,126 |
| Series O | 840,854 | 972,018 |
| Series T | 31,468 | 36,957 |
| | **1,800,588** | **2,041,798** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 92,747 | (177,123) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (58,282) | (87,207) |
| Unrealized foreign currency translation (gain) loss | – | (1,004) |
| Change in unrealized (gain) loss on non-derivative financial assets | (41,815) | 266,375 |
| Change in unrealized (gain) loss on currency forward contracts | 739 | 315 |
| Change in unrealized (gain) loss on currency spot contracts | (6) | (126) |
| Purchases of portfolio investments | (926,689) | (762,700) |
| Proceeds from sale of portfolio investments | 1,145,378 | 995,428 |
| Accrued investment income and other | 182 | 129 |
| Accrued expenses and other payables | (85) | (385) |
| **Net cash provided by (used in) operating activities** | **212,169** | **233,702** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 69,859 | 140,162 |
| Amounts paid on redemption of redeemable units | (367,829) | (242,256) |
| Distributions to unitholders of redeemable units | (1,089) | (4,335) |
| **Net cash provided by (used in) financing activities** | **(299,059)** | **(106,429)** |
| Unrealized foreign currency translation gain (loss) | – | 1,004 |
| Net increase (decrease) in cash | (86,890) | 128,277 |
| Cash (bank overdraft), beginning of period | 173,959 | 85,461 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **87,069** | **213,738** |
| Interest paid[1] | 1 | – |
| Interest received[1] | 328 | 277 |
| Dividends received, net of withholding taxes[1] | 15,234 | 28,875 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Fund of Canada (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (93.9%)** | | | |
| **Canada (67.8%)** | | | |
| Agnico-Eagle Mines Limited | 707,700 | 40,328 | 39,950 |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | 177,500 | 10,831 | 10,806 |
| ARC Resources Ltd. | 171,500 | 5,183 | 3,963 |
| Bank of Montreal | 37,300 | 2,706 | 3,602 |
| Bank of Nova Scotia (The) | 549,475 | 33,178 | 41,079 |
| Canadian National Railway Company | 99,100 | 7,664 | 8,955 |
| Canadian Natural Resources Limited | 1,141,090 | 41,349 | 48,827 |
| Canadian Pacific Railway Limited | 288,300 | 56,487 | 55,227 |
| Canfor Corporation | 199,700 | 5,388 | 3,049 |
| CGI Group Inc., Class "A" | 1,479,355 | 54,195 | 95,330 |
| CI Financial Corp. | 222,500 | 7,253 | 6,424 |
| Crescent Point Energy Corp. | 1,029,600 | 19,625 | 18,790 |
| Detour Gold Corporation | 344,900 | 8,519 | 6,308 |
| DH Corporation | 658,700 | 22,422 | 14,676 |
| Emera Incorporated | 867,700 | 40,827 | 39,385 |
| Empire Company Limited, Non-Voting, Class "A" | 345,000 | 6,865 | 5,423 |
| Enbridge Inc. | 1,228,400 | 64,518 | 69,405 |
| Encana Corporation | 534,100 | 9,195 | 8,417 |
| First Quantum Minerals Ltd. | 301,600 | 6,310 | 4,026 |
| Fortis Inc. | 426,100 | 17,425 | 17,666 |
| Goldcorp Inc. | 1,043,200 | 24,125 | 19,070 |
| Hydro One Limited | 1,196,200 | 28,276 | 28,206 |
| Intact Financial Corporation | 771,708 | 66,994 | 74,161 |
| Kelt Exploration Ltd. | 1,556,300 | 13,941 | 10,536 |
| Loblaw Companies Limited | 406,900 | 26,948 | 28,825 |
| MacDonald, Dettwiler and Associates Ltd. | 140,270 | 8,820 | 9,383 |
| Manulife Financial Corporation | 1,901,500 | 35,874 | 45,465 |
| Mitel Networks Corporation | 1,683,400 | 17,602 | 15,353 |
| Open Text Corporation | 409,342 | 29,985 | 33,943 |
| Paramount Resources Ltd., Class "A" | 423,467 | 13,680 | 7,652 |
| Pembina Pipeline Corporation | 202,100 | 7,070 | 8,480 |
| Performance Sports Group Ltd. | 642,383 | 12,077 | 1,285 |
| Potash Corporation of Saskatchewan Inc. | 318,897 | 7,810 | 7,746 |
| Precision Drilling Corporation | 4,617,424 | 32,026 | 33,800 |
| Rogers Communications Inc., Class "B" | 1,003,569 | 46,875 | 51,975 |
| Royal Bank of Canada | 553,100 | 40,382 | 50,260 |
| SEMAFO Inc. | 908,900 | 3,467 | 4,017 |
| Seven Generations Energy Ltd., Class "A" | 923,500 | 15,521 | 28,915 |
| Shaw Communications Inc., Class "B" | 545,700 | 14,125 | 14,701 |
| ShawCor Ltd. | 351,600 | 19,060 | 12,601 |
| Stantec Inc. | 527,200 | 16,417 | 17,883 |
| Suncor Energy Inc. | 125,100 | 5,300 | 5,492 |
| Toronto-Dominion Bank (The) | 756,700 | 38,931 | 50,109 |
| Tourmaline Oil Corp. | 887,500 | 33,682 | 31,870 |
| TransCanada Corporation | 1,185,704 | 61,005 | 71,783 |
| Trilogy Energy Corp. | 1,241,300 | 28,724 | 9,372 |
| Trinidad Drilling Ltd. | 1,198,300 | 3,904 | 4,002 |
| Uni-Sélect Inc. | 624,294 | 18,886 | 18,410 |
| Valeant Pharmaceuticals International, Inc. | 195,474 | 31,222 | 3,806 |
| Waste Connections, Inc. | 194,208 | 16,407 | 20,458 |
| | | **1,179,404** | **1,220,867** |
| **United Kingdom (0.5%)** | | | |
| Nielsen Holdings PLC | 164,700 | **9,355** | **9,277** |
| **EQUITIES (93.9%) (cont'd)** | | | |
| **United States (25.6%)** | | | |
| Abbott Laboratories | 699,800 | 37,587 | 36,091 |
| Advance Auto Parts, Inc. | 49,200 | 9,194 | 11,176 |
| Aetna Inc. | 37,042 | 5,432 | 6,169 |
| Alphabet Inc., Class "A" | 8,300 | 8,918 | 8,836 |
| Anthem, Inc. | 37,900 | 6,933 | 7,317 |
| Apple Inc. | 91,600 | 13,480 | 14,249 |
| C. R. Bard, Inc. | 37,900 | 10,727 | 11,433 |
| Celgene Corporation | 72,800 | 11,119 | 11,321 |
| Centene Corporation | 1,009,651 | 83,392 | 76,608 |
| CIGNA Corporation | 48,600 | 8,149 | 8,716 |
| CVS Health Corporation | 68,200 | 8,552 | 7,229 |
| Dollar General Corporation | 398,900 | 37,800 | 39,672 |
| Dollar Tree, Inc. | 281,300 | 29,125 | 29,151 |
| Kroger Co. (The) | 399,400 | 17,722 | 18,515 |
| McKesson Corporation | 26,207 | 6,246 | 4,943 |
| Mednax, Inc. | 1,151,072 | 58,466 | 103,049 |
| Medtronic PLC | 93,500 | 9,881 | 8,946 |
| Microsoft Corporation | 107,000 | 8,557 | 8,928 |
| Newell Brands Inc. | 146,300 | 8,943 | 8,771 |
| Ryder System, Inc. | 166,749 | 13,192 | 16,670 |
| SPX FLOW, Inc. | 150,902 | 7,275 | 6,496 |
| Walgreens Boots Alliance, Inc. | 47,291 | 5,015 | 5,257 |
| Zimmer Biomet Holdings, Inc. | 77,600 | 10,562 | 10,754 |
| | | **416,267** | **460,297** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.9%)** | | **1,605,026** | **1,690,441** |
| **TRANSACTION COSTS (0.0%)** | | **(961)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.9%)** | | **1,604,065** | **1,690,441** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | **–** | **(1,152)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (4.8%)** | | | |
| Canadian | | 86,954 | 86,954 |
| Foreign | | 115 | 115 |
| | | **87,069** | **87,069** |
| **OTHER NET ASSETS (LIABILITIES) (1.4%)** | | | **24,230** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **1,800,588** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | USD 15,000 | (CAD) (20,075) | 1.338 | 1.342 | 52 |
| | | | | | | | **52** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 184,248 | (USD) (137,840) | 0.748 | 0.745 | (712) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 21,529 | (USD) (16,125) | 0.749 | 0.745 | (118) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 58,626 | (USD) (43,910) | 0.749 | 0.745 | (320) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 14,345 | (USD) (10,725) | 0.748 | 0.745 | (46) |
| Bank of Montreal | A-1 | 24-Feb-17 | USD 4,000 | (CAD) (5,375) | 1.344 | 1.342 | (8) |
| | | | | | | | **(1,204)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Fund of Canada (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of Canadian businesses.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 472,977 | (254,433) | 218,544 | 12.1 |
| Israeli Shekel | 164 | – | 164 | 0.0 |
| Indonesian Rupiah | 27 | – | 27 | 0.0 |
| Pound Sterling | (36) | – | (36) | (0.0) |
| | **473,132** | **(254,433)** | **218,699** | **12.1** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 593,483 | (315,991) | 277,492 | 13.8 |
| Israeli Shekel | 158 | – | 158 | 0.0 |
| Indonesian Rupiah | 27 | – | 27 | 0.0 |
| Pound Sterling | 1 | – | 1 | 0.0 |
| | **593,669** | **(315,991)** | **277,678** | **13.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $21,870,000 or approximately 1.2% (June 30, 2016 – $27,768,000 or approximately 1.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 93.9% (June 30, 2016 – 90.8%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $169,044,000 (June 30, 2016 – $182,159,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **93.9** | **90.8** |
| Canada | 67.8 | 59.6 |
| United Kingdom | 0.5 | – |
| United States | 25.6 | 31.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **4.8** | **8.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 1,690,441 | – | – | 1,690,441 |
| Unrealized gain on currency forward contracts | – | 52 | – | 52 |
| Unrealized gain on currency spot contracts | – | 16 | – | 16 |
| | **1,690,441** | **68** | **–** | **1,690,509** |
| Unrealized loss on currency forward contracts | – | (1,204) | – | (1,204) |
| | **1,690,441** | **(1,136)** | **–** | **1,689,305** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 1,821,587 | – | – | 1,821,587 |
| Unrealized gain on currency forward contracts | – | 491 | – | 491 |
| Unrealized gain on currency spot contracts | – | 10 | – | 10 |
| | **1,821,587** | **501** | **–** | **1,822,088** |
| Unrealized loss on currency forward contracts | – | (904) | – | (904) |
| | **1,821,587** | **(403)** | **–** | **1,821,184** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events,

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 52 | (46) | – | 6 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **52** | **(46)** | **–** | **6** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,204 | (46) | – | 1,158 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,204** | **(46)** | **–** | **1,158** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 491 | – | – | 491 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **491** | **–** | **–** | **491** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 904 | – | – | 904 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **904** | **–** | **–** | **904** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As of December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Balanced Growth Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 557,397 | 556,532 |
| Cash | 2,356 | 2,383 |
| Receivable for securities sold | 1,106 | 1,236 |
| Subscriptions receivable | 477 | 594 |
| | **561,336** | **560,745** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 908 | 915 |
| Payable for securities purchased | 22 | 200 |
| Redemptions payable | 777 | 1,975 |
| Accrued expenses | 77 | 76 |
| Distributions payable | 4 | – |
| | **1,788** | **3,166** |
| **Net assets attributable to holders of redeemable units** | **559,548** | **557,579** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 392,864 | 399,366 |
| Series F | 42,129 | 34,168 |
| Series FT | 1,025 | 1,014 |
| Series G | 94,296 | 95,724 |
| Series I | 17,328 | 15,640 |
| Series IT | 952 | 860 |
| Series O | 6 | 5 |
| Series T | 10,948 | 10,802 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 14.23 | 13.88 |
| Series F | 14.90 | 14.56 |
| Series FT | 9.71 | 9.67 |
| Series G | 14.29 | 13.96 |
| Series I | 15.47 | 15.22 |
| Series IT | 10.69 | 10.58 |
| Series O | 14.14 | 13.93 |
| Series T | 8.79 | 8.80 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 10.60 | 10.67 |
| Series F | 11.10 | 11.20 |
| Series I | 11.52 | 11.70 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 15,753 | 19,889 |
| Interest for distribution purposes | 4,968 | 4,657 |
| Net realized gain (loss) on non-derivative financial assets | 6,185 | 2,751 |
| Change in unrealized gain (loss) on non-derivative financial assets | (3,700) | (19,599) |
| Net gain (loss) on investments | **23,206** | **7,698** |
| Net realized and unrealized foreign currency translation gain (loss) | (9) | (1) |
| Total income (loss), net | **23,197** | **7,697** |
| **EXPENSES** | | |
| Management fees (note 5) | 5,032 | 5,025 |
| Fixed administration fees (note 6) | 420 | 411 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 588 | 585 |
| Total expenses | **6,041** | **6,022** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **6,041** | **6,022** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **17,156** | **1,675** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 11,967 | 958 |
| Series F | 1,222 | 176 |
| Series FT | 38 | 5 |
| Series G | 2,936 | 320 |
| Series I | 633 | 183 |
| Series IT | 35 | 15 |
| Series O | –** | –** |
| Series T | 325 | 18 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.42 | 0.03 |
| Series F | 0.48 | 0.12 |
| Series FT | 0.33 | 0.09 |
| Series G | 0.44 | 0.04 |
| Series I | 0.61 | 0.19 |
| Series IT | 0.42 | 0.21 |
| Series O | – | 0.19 |
| Series T | 0.26 | 0.01 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 28,232,900 | 28,527,560 |
| Series F | 2,549,372 | 1,336,913 |
| Series FT | 113,946 | 59,027 |
| Series G | 6,721,985 | 6,589,980 |
| Series I | 1,038,734 | 923,595 |
| Series IT | 84,253 | 79,575 |
| Series O | 385 | 368 |
| Series T | 1,229,502 | 1,067,743 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Growth Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 399,366 | 416,769 |
| Series F | 34,168 | 18,639 |
| Series FT | 1,014 | 607 |
| Series G | 95,724 | 95,759 |
| Series I | 15,640 | 13,946 |
| Series IT | 860 | 831 |
| Series O | 5 | 5 |
| Series T | 10,802 | 10,383 |
| | **557,579** | **556,939** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 11,967 | 958 |
| Series F | 1,222 | 176 |
| Series FT | 38 | 5 |
| Series G | 2,936 | 320 |
| Series I | 633 | 183 |
| Series IT | 35 | 15 |
| Series T | 325 | 18 |
| | **17,156** | **1,675** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | (1,846) | (10,091) |
| Series F | (502) | (621) |
| Series FT | (9) | (11) |
| Series G | (603) | (2,459) |
| Series I | (413) | (606) |
| Series IT | (12) | (20) |
| Series T | (25) | (125) |
| From return of capital | | |
| Series FT | (26) | (7) |
| Series IT | (16) | (6) |
| Series T | (319) | (168) |
| | **(3,771)** | **(14,114)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 26,090 | 28,936 |
| Series F | 12,020 | 5,513 |
| Series FT | 315 | 69 |
| Series G | 7,493 | 9,101 |
| Series I | 2,979 | 1,814 |
| Series IT | 100 | 236 |
| Series O | 1 | – |
| Series T | 430 | 336 |
| Reinvested distributions | | |
| Series A | 1,813 | 9,921 |
| Series F | 412 | 434 |
| Series FT | 9 | 6 |
| Series G | 590 | 2,408 |
| Series I | 413 | 606 |
| Series IT | 17 | 20 |
| Series T | 177 | 113 |
| Payments on redemption | | |
| Series A | (44,526) | (28,928) |
| Series F | (5,191) | (2,237) |
| Series FT | (316) | (20) |
| Series G | (11,844) | (7,827) |
| Series I | (1,924) | (975) |
| Series IT | (32) | (34) |
| Series T | (442) | (802) |
| | **(11,416)** | **18,690** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (6,502) | 796 |
| Series F | 7,961 | 3,265 |
| Series FT | 11 | 42 |
| Series G | (1,428) | 1,543 |
| Series I | 1,688 | 1,022 |
| Series IT | 92 | 211 |
| Series O | 1 | – |
| Series T | 146 | (628) |
| | **1,969** | **6,251** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 392,864 | 417,565 |
| Series F | 42,129 | 21,904 |
| Series FT | 1,025 | 649 |
| Series G | 94,296 | 97,302 |
| Series I | 17,328 | 14,968 |
| Series IT | 952 | 1,042 |
| Series O | 6 | 5 |
| Series T | 10,948 | 9,755 |
| | **559,548** | **563,190** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 17,156 | 1,675 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (6,185) | (2,751) |
| Change in unrealized (gain) loss on non-derivative financial assets | 3,700 | 19,599 |
| Other non-cash transactions | (20,720) | (24,545) |
| Purchases of portfolio investments | (10,595) | (11,734) |
| Proceeds from sale of portfolio investments | 32,887 | 13,375 |
| Accrued expenses and other payables | (6) | 9 |
| **Net cash provided by (used in) operating activities** | **16,237** | **(4,372)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 38,427 | 39,733 |
| Amounts paid on redemption of redeemable units | (54,355) | (35,564) |
| Distributions to unitholders of redeemable units | (336) | (592) |
| **Net cash provided by (used in) financing activities** | **(16,264)** | **3,577** |
| Net increase (decrease) in cash | (27) | (795) |
| Cash (bank overdraft), beginning of period | 2,383 | 2,522 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **2,356** | **1,727** |
| Interest received[1] | 1 | 1 |
| Dividends received, net of withholding taxes[1] | – | – |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Growth Portfolio (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.6%)** | | | |
| **Equity Funds (66.4%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 5,880,888 | 43,818 | 50,399 |
| Dynamic Dividend Fund, Series "O" | 4,275,445 | 26,005 | 38,650 |
| Dynamic Global Dividend Fund, Series "O" | 2,638,590 | 33,720 | 44,302 |
| Dynamic Global Equity Fund, Series "O" | 2,281,773 | 24,681 | 29,709 |
| Dynamic Global Value Fund, Series "O" | 4,675,466 | 33,089 | 44,230 |
| Dynamic Power Canadian Growth Fund, Series "O" | 2,857,704 | 20,835 | 30,463 |
| Dynamic Power Global Growth Class, Series "O" | 2,917,003 | 33,176 | 53,848 |
| Dynamic Power Small Cap Fund, Series "O" | 929,293 | 9,865 | 13,215 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 1,902,297 | 20,197 | 21,211 |
| Dynamic Value Fund of Canada, Series "O" | 4,066,141 | 40,108 | 45,418 |
| **Fixed Income Funds (33.2%)** | | | |
| Dynamic Canadian Bond Fund, Series "O" | 17,678,222 | 93,515 | 94,402 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 4,626,005 | 42,195 | 41,634 |
| Dynamic Credit Spectrum Fund, Series "O" | 2,795,938 | 27,225 | 25,275 |
| Dynamic Strategic Bond Fund, Series "O" | 2,687,169 | 25,158 | 24,641 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.6%)** | | **473,587** | **557,397** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.4%)** | | | |
| Canadian | | 2,356 | 2,356 |
| Foreign | | – | – |
| | | **2,356** | **2,356** |
| **OTHER NET ASSETS (LIABILITIES) (0.0%)** | | | **(205)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **559,548** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Growth Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth and some income by investing primarily in a diversified portfolio of equity and fixed income mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks Associated with Financial Instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.6% (June 30, 2016 – 99.8%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $55,740,000 (June 30, 2016 – $55,653,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.6** | **99.8** |
| Equity Funds | 66.4 | 66.3 |
| Fixed Income Funds | 33.2 | 33.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.4** | **0.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 557,397 | – | – | 557,397 |
| | **557,397** | **–** | **–** | **557,397** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 556,532 | – | – | 556,532 |
| | **556,532** | **–** | **–** | **556,532** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 50,399 | 11.8 |
| Dynamic Canadian Bond Fund, Series "O" | 94,402 | 5.9 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 41,634 | 16.0 |
| Dynamic Credit Spectrum Fund, Series "O" | 25,275 | 6.0 |
| Dynamic Dividend Fund, Series "O" | 38,650 | 5.7 |
| Dynamic Global Dividend Fund, Series "O" | 44,302 | 4.9 |
| Dynamic Global Equity Fund, Series "O" | 29,709 | 4.7 |
| Dynamic Global Value Fund, Series "O" | 44,230 | 10.4 |
| Dynamic Power Canadian Growth Fund, Series "O" | 30,463 | 4.1 |
| Dynamic Power Global Growth Class, Series "O" | 53,848 | 6.1 |
| Dynamic Power Small Cap Fund, Series "O" | 13,215 | 5.1 |
| Dynamic Strategic Bond Fund, Series "O" | 24,641 | 17.7 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 21,211 | 2.5 |
| Dynamic Value Fund of Canada, Series "O" | 45,418 | 2.5 |
| | **557,397** | |

# DynamicEdge Balanced Growth Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 51,797 | 11.5 |
| Dynamic Canadian Bond Fund, Series "O" | 94,584 | 4.9 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 41,104 | 15.6 |
| Dynamic Credit Spectrum Fund, Series "O" | 25,110 | 5.7 |
| Dynamic Dividend Fund, Series "O" | 37,654 | 6.3 |
| Dynamic Global Dividend Fund, Series "O" | 43,006 | 4.8 |
| Dynamic Global Equity Fund, Series "O" | 29,301 | 5.4 |
| Dynamic Global Value Fund, Series "O" | 42,454 | 9.8 |
| Dynamic Power Canadian Growth Fund, Series "O" | 28,406 | 3.9 |
| Dynamic Power Global Growth Class, Series "O" | 57,598 | 6.1 |
| Dynamic Power Small Cap Fund, Series "O" | 12,987 | 5.1 |
| Dynamic Strategic Bond Fund, Series "O" | 25,760 | 17.9 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 21,445 | 2.5 |
| Dynamic Value Fund of Canada, Series "O" | 45,326 | 2.3 |
| | **556,532** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Balanced Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 492,114 | 498,663 |
| Cash | 1,306 | 1,400 |
| Receivable for securities sold | 1,132 | 1,036 |
| Subscriptions receivable | 733 | 1,082 |
| Accrued investment income and other | – | 8 |
| | **495,285** | **502,189** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 770 | 788 |
| Redemptions payable | 986 | 770 |
| Accrued expenses | 64 | 65 |
| | **1,820** | **1,623** |
| **Net assets attributable to holders of redeemable units** | **493,465** | **500,566** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 348,733 | 356,037 |
| Series F | 31,592 | 27,609 |
| Series FT | 2,048 | 2,069 |
| Series G | 90,092 | 94,707 |
| Series I | 11,407 | 9,950 |
| Series IT | 161 | 161 |
| Series T | 9,432 | 10,033 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 13.57 | 13.38 |
| Series F | 14.14 | 13.98 |
| Series FT | 10.55 | 10.52 |
| Series G | 13.65 | 13.47 |
| Series I | 14.08 | 13.99 |
| Series IT | 11.40 | 11.31 |
| Series T | 9.51 | 9.54 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 10.11 | 10.29 |
| Series F | 10.53 | 10.75 |
| Series I | 10.49 | 10.76 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 10,407 | 13,365 |
| Interest for distribution purposes | 6,437 | 6,119 |
| Net realized gain (loss) on non-derivative financial assets | 5,830 | 2,726 |
| Change in unrealized gain (loss) on non-derivative financial assets | (5,724) | (17,243) |
| Net gain (loss) on investments | **16,950** | **4,967** |
| Net realized and unrealized foreign currency translation gain (loss) | 1 | (2) |
| Total income (loss), net | **16,951** | **4,965** |
| **EXPENSES** | | |
| Management fees (note 5) | 4,284 | 4,288 |
| Fixed administration fees (note 6) | 350 | 347 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 510 | 505 |
| Total expenses | **5,145** | **5,141** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **5,145** | **5,141** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **11,806** | **(176)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 8,129 | (325) |
| Series F | 795 | 116 |
| Series FT | 59 | 9 |
| Series G | 2,244 | (83) |
| Series I | 343 | 106 |
| Series IT | 5 | 3 |
| Series T | 231 | (2) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.31 | –** |
| Series F | 0.38 | 0.07 |
| Series FT | 0.30 | 0.05 |
| Series G | 0.33 | (0.01) |
| Series I | 0.46 | 0.16 |
| Series IT | 0.35 | 0.12 |
| Series T | 0.23 | –** |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 26,232,174 | 26,115,836 |
| Series F | 2,072,379 | 1,534,529 |
| Series FT | 198,958 | 151,591 |
| Series G | 6,773,862 | 6,644,487 |
| Series I | 753,247 | 638,475 |
| Series IT | 14,207 | 23,686 |
| Series T | 1,003,525 | 1,025,281 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 356,037 | 373,181 |
| Series F | 27,609 | 20,887 |
| Series FT | 2,069 | 1,451 |
| Series G | 94,707 | 87,358 |
| Series I | 9,950 | 9,278 |
| Series IT | 161 | 281 |
| Series T | 10,033 | 10,516 |
| | **500,566** | **502,952** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 8,129 | (325) |
| Series F | 795 | 116 |
| Series FT | 59 | 9 |
| Series G | 2,244 | (83) |
| Series I | 343 | 106 |
| Series IT | 5 | 3 |
| Series T | 231 | (2) |
| | **11,806** | **(176)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | (3,001) | (9,486) |
| Series F | (530) | (731) |
| Series FT | (21) | (30) |
| Series G | (927) | (2,401) |
| Series I | (300) | (399) |
| Series IT | (2) | (6) |
| Series T | (41) | (135) |
| From return of capital | | |
| Series FT | (34) | (11) |
| Series IT | (2) | (1) |
| Series T | (208) | (118) |
| | **(5,066)** | **(13,318)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 27,169 | 27,859 |
| Series F | 7,461 | 5,249 |
| Series FT | 193 | 459 |
| Series G | 7,824 | 16,179 |
| Series I | 2,068 | 1,654 |
| Series T | 481 | 864 |
| Reinvested distributions | | |
| Series A | 2,930 | 9,231 |
| Series F | 394 | 548 |
| Series FT | 14 | 15 |
| Series G | 910 | 2,350 |
| Series I | 297 | 390 |
| Series IT | – | 3 |
| Series T | 153 | 141 |
| Payments on redemption | | |
| Series A | (42,531) | (39,630) |
| Series F | (4,137) | (1,799) |
| Series FT | (232) | (148) |
| Series G | (14,666) | (7,366) |
| Series I | (951) | (740) |
| Series IT | (1) | (2) |
| Series T | (1,217) | (870) |
| | **(13,841)** | **14,387** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (7,304) | (12,351) |
| Series F | 3,983 | 3,383 |
| Series FT | (21) | 294 |
| Series G | (4,615) | 8,679 |
| Series I | 1,457 | 1,011 |
| Series IT | – | (3) |
| Series T | (601) | (120) |
| | **(7,101)** | **893** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 348,733 | 360,830 |
| Series F | 31,592 | 24,270 |
| Series FT | 2,048 | 1,745 |
| Series G | 90,092 | 96,037 |
| Series I | 11,407 | 10,289 |
| Series IT | 161 | 278 |
| Series T | 9,432 | 10,396 |
| | **493,465** | **503,845** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 11,806 | (176) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (5,830) | (2,726) |
| Change in unrealized (gain) loss on non-derivative financial assets | 5,724 | 17,243 |
| Other non-cash transactions | (16,844) | (19,484) |
| Purchases of portfolio investments | (11,371) | (12,785) |
| Proceeds from sale of portfolio investments | 34,774 | 16,836 |
| Accrued investment income and other | 8 | 1 |
| Accrued expenses and other payables | (19) | 3 |
| **Net cash provided by (used in) operating activities** | **18,248** | **(1,088)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 37,996 | 41,719 |
| Amounts paid on redemption of redeemable units | (55,970) | (40,321) |
| Distributions to unitholders of redeemable units | (368) | (640) |
| **Net cash provided by (used in) financing activities** | **(18,342)** | **758** |
| Net increase (decrease) in cash | (94) | (330) |
| Cash (bank overdraft), beginning of period | 1,400 | 1,612 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **1,306** | **1,282** |

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.7%)** | | | |
| **Equity Funds (51.5%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 3,919,647 | 29,084 | 33,591 |
| Dynamic Dividend Fund, Series "O" | 2,964,824 | 17,821 | 26,802 |
| Dynamic Global Dividend Fund, Series "O" | 1,807,359 | 23,054 | 30,346 |
| Dynamic Global Equity Fund, Series "O" | 1,685,263 | 18,440 | 21,942 |
| Dynamic Global Value Fund, Series "O" | 3,141,391 | 22,137 | 29,718 |
| Dynamic Power Canadian Growth Fund, Series "O" | 2,067,418 | 14,842 | 22,039 |
| Dynamic Power Global Growth Class, Series "O" | 2,087,464 | 23,409 | 38,535 |
| Dynamic Power Small Cap Fund, Series "O" | 567,345 | 6,015 | 8,068 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 1,077,648 | 11,933 | 12,016 |
| Dynamic Value Fund of Canada, Series "O" | 2,782,893 | 27,255 | 31,083 |
| **Fixed Income Funds (48.2%)** | | | |
| Dynamic Canadian Bond Fund, Series "O" | 22,440,383 | 118,517 | 119,832 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 5,504,506 | 50,093 | 49,541 |
| Dynamic Credit Spectrum Fund, Series "O" | 3,845,672 | 37,397 | 34,765 |
| Dynamic Strategic Bond Fund, Series "O" | 3,689,901 | 34,364 | 33,836 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.7%)** | | **434,361** | **492,114** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.3%)** | | | |
| Canadian | | 1,306 | 1,306 |
| Foreign | | – | – |
| | | **1,306** | **1,306** |
| **OTHER NET ASSETS (LIABILITIES) (0.0%)** | | | **45** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **493,465** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve a balance of income and long-term capital growth by investing primarily in a diversified portfolio of fixed income and equity mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.7% (June 30, 2016 – 99.6%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $49,211,000 (June 30, 2016 – $49,866,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.7** | **99.6** |
| Equity Funds | 51.5 | 51.3 |
| Fixed Income Funds | 48.2 | 48.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.3** | **0.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 492,114 | – | – | 492,114 |
| | **492,114** | **–** | **–** | **492,114** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 498,663 | – | – | 498,663 |
| | **498,663** | **–** | **–** | **498,663** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 33,591 | 7.9 |
| Dynamic Canadian Bond Fund, Series "O" | 119,832 | 7.4 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 49,541 | 19.1 |
| Dynamic Credit Spectrum Fund, Series "O" | 34,765 | 8.2 |
| Dynamic Dividend Fund, Series "O" | 26,802 | 3.9 |
| Dynamic Global Dividend Fund, Series "O" | 30,346 | 3.4 |
| Dynamic Global Equity Fund, Series "O" | 21,942 | 3.5 |
| Dynamic Global Value Fund, Series "O" | 29,718 | 7.0 |
| Dynamic Power Canadian Growth Fund, Series "O" | 22,039 | 3.0 |
| Dynamic Power Global Growth Class, Series "O" | 38,535 | 4.3 |
| Dynamic Power Small Cap Fund, Series "O" | 8,068 | 3.1 |
| Dynamic Strategic Bond Fund, Series "O" | 33,836 | 24.3 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 12,016 | 1.4 |
| Dynamic Value Fund of Canada, Series "O" | 31,083 | 1.7 |
| | **492,114** | |

# DynamicEdge Balanced Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 36,137 | 8.0 |
| Dynamic Canadian Bond Fund, Series "O" | 121,918 | 6.4 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 49,582 | 18.9 |
| Dynamic Credit Spectrum Fund, Series "O" | 34,750 | 7.9 |
| Dynamic Dividend Fund, Series "O" | 26,312 | 4.4 |
| Dynamic Global Dividend Fund, Series "O" | 29,626 | 3.3 |
| Dynamic Global Equity Fund, Series "O" | 21,733 | 4.0 |
| Dynamic Global Value Fund, Series "O" | 28,760 | 6.6 |
| Dynamic Power Canadian Growth Fund, Series "O" | 21,156 | 2.9 |
| Dynamic Power Global Growth Class, Series "O" | 42,023 | 4.4 |
| Dynamic Power Small Cap Fund, Series "O" | 8,097 | 3.2 |
| Dynamic Strategic Bond Fund, Series "O" | 35,600 | 24.7 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 11,672 | 1.3 |
| Dynamic Value Fund of Canada, Series "O" | 31,297 | 1.6 |
| | **498,663** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Defensive Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 179,081 | 128,539 |
| Cash | – | 546 |
| Receivable for securities sold | 833 | – |
| Subscriptions receivable | 827 | 1,217 |
| Accrued investment income and other | 22 | 26 |
| | **180,763** | **130,328** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 555 | – |
| Management fee payable | 243 | 173 |
| Payable for securities purchased | – | 345 |
| Redemptions payable | 220 | 279 |
| Accrued expenses | 28 | 20 |
| | **1,046** | **817** |
| **Net assets attributable to holders of redeemable units** | **179,717** | **129,511** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 79,961 | 73,341 |
| Series E | 89,470 | 46,059 |
| Series F | 9,617 | 9,321 |
| Series I | 669 | 790 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 9.67 | 9.80 |
| Series E | 9.75 | 9.89 |
| Series F | 9.72 | 9.85 |
| Series I | 9.98 | 10.12 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,619 | 1,408 |
| Interest for distribution purposes | 3,251 | 1,516 |
| Net realized gain (loss) on non-derivative financial assets | (17) | 7 |
| Change in unrealized gain (loss) on non-derivative financial assets | (2,610) | (2,441) |
| Total income (loss), net | **2,243** | **490** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,172 | 546 |
| Fixed administration fees (note 6) | 126 | 64 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 157 | 78 |
| Total expenses | **1,456** | **689** |
| Expenses absorbed by the Manager | (22) | (6) |
| Net expenses | **1,434** | **683** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **809** | **(193)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 493 | (175) |
| Series E | 188 | (14) |
| Series F | 115 | 12 |
| Series I | 13 | (16) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.06 | (0.03) |
| Series E | 0.03 | (0.01) |
| Series F | 0.11 | 0.02 |
| Series I | 0.19 | (0.17) |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 7,926,986 | 5,685,791 |
| Series E | 7,007,788 | 1,073,448 |
| Series F | 1,009,834 | 658,850 |
| Series I | 69,475 | 100,131 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Defensive Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 73,341 | 51,745 |
| Series E | 46,059 | 6,562 |
| Series F | 9,321 | 5,742 |
| Series I | 790 | 727 |
| | **129,511** | **64,776** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 493 | (175) |
| Series E | 188 | (14) |
| Series F | 115 | 12 |
| Series I | 13 | (16) |
| | **809** | **(193)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | (225) | (230) |
| Series E | (165) | (40) |
| Series F | (74) | (57) |
| Series I | (8) | (13) |
| From net realized gains on investments | | |
| Series A | (580) | (625) |
| Series E | (495) | (118) |
| Series F | (75) | (73) |
| Series I | (5) | (11) |
| From return of capital | | |
| Series A | (779) | (293) |
| Series E | (851) | (79) |
| Series F | (97) | (37) |
| Series I | (7) | (3) |
| | **(3,361)** | **(1,579)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 24,780 | 17,334 |
| Series E | 51,783 | 10,960 |
| Series F | 2,605 | 4,606 |
| Series I | 16 | 1,185 |
| Reinvested distributions | | |
| Series A | 1,316 | 864 |
| Series E | 1,285 | 208 |
| Series F | 114 | 102 |
| Series I | 20 | 27 |
| Payments on redemption | | |
| Series A | (18,385) | (6,510) |
| Series E | (8,334) | (2,420) |
| Series F | (2,292) | (1,465) |
| Series I | (150) | (1,171) |
| | **52,758** | **23,720** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 6,620 | 10,365 |
| Series E | 43,411 | 8,497 |
| Series F | 296 | 3,088 |
| Series I | (121) | (2) |
| | **50,206** | **21,948** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 79,961 | 62,110 |
| Series E | 89,470 | 15,059 |
| Series F | 9,617 | 8,830 |
| Series I | 669 | 725 |
| | **179,717** | **86,724** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 809 | (193) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 17 | (7) |
| Change in unrealized (gain) loss on non-derivative financial assets | 2,610 | 2,441 |
| Other non-cash transactions | (4,869) | (2,587) |
| Purchases of portfolio investments | (51,314) | (23,948) |
| Proceeds from sale of portfolio investments | 1,836 | 2,012 |
| Accrued investment income and other | 4 | (6) |
| Accrued expenses and other payables | 78 | 31 |
| **Net cash provided by (used in) operating activities** | **(50,829)** | **(22,257)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 72,059 | 32,002 |
| Amounts paid on redemption of redeemable units | (21,705) | (9,684) |
| Distributions to unitholders of redeemable units | (626) | (379) |
| **Net cash provided by (used in) financing activities** | **49,728** | **21,939** |
| Net increase (decrease) in cash | (1,101) | (318) |
| Cash (bank overdraft), beginning of period | 546 | 2 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(555)** | **(316)** |
| Interest received[1] | 1 | – |
| Dividends received, net of withholding taxes[1] | – | 336 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.6%)** | | | |
| **Equity Funds (21.3%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 568,341 | 5,370 | 4,871 |
| Dynamic Dividend Fund, Series "O" | 780,105 | 6,313 | 7,052 |
| Dynamic Global Dividend Fund, Series "O" | 300,723 | 4,699 | 5,049 |
| Dynamic Global Equity Fund, Series "O" | 269,461 | 3,337 | 3,508 |
| Dynamic Global Value Fund, Series "O" | 492,102 | 4,491 | 4,655 |
| Dynamic Power Canadian Growth Fund, Series "O" | 45,212 | 313 | 482 |
| Dynamic Power Global Growth Fund, Series "O" | 328,804 | 4,734 | 4,557 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 182,228 | 2,103 | 2,032 |
| Dynamic Value Fund of Canada, Series "O" | 540,475 | 6,050 | 6,037 |
| **Fixed Income Funds (78.3%)** | | | |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 2,208,673 | 23,023 | 22,330 |
| Dynamic Canadian Bond Fund, Series "O" | 6,612,868 | 36,078 | 35,313 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 2,444,471 | 22,623 | 22,000 |
| Dynamic Credit Spectrum Fund, Series "O" | 1,987,630 | 18,538 | 17,968 |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 1,321,199 | 12,887 | 12,829 |
| Dynamic Short Term Bond Fund, Series "O" | 1,375,494 | 13,288 | 12,985 |
| Dynamic Strategic Bond Fund, Series "O" | 1,898,869 | 17,940 | 17,413 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.6%)** | | **181,787** | **179,081** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–0.3%)** | | | |
| Canadian | | (555) | (555) |
| Foreign | | – | – |
| | | **(555)** | **(555)** |
| **OTHER NET ASSETS (LIABILITIES) (0.7%)** | | | **1,191** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **179,717** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Defensive Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve income and some long-term capital growth by investing primarily in a diversified portfolio of fixed income and some equity mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.6% (June 30, 2016 – 99.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $17,908,000 (June 30, 2016 – $12,854,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.6** | **99.2** |
| Equity Funds | 21.3 | 20.8 |
| Fixed Income Funds | 78.3 | 78.4 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **(0.3)** | **0.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 179,081 | – | – | 179,081 |
| | **179,081** | **–** | **–** | **179,081** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 128,539 | – | – | 128,539 |
| | **128,539** | **–** | **–** | **128,539** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Fund (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 22,330 | 1.0 |
| Dynamic Blue Chip Equity Fund, Series "O" | 4,871 | 1.1 |
| Dynamic Canadian Bond Fund, Series "O" | 35,313 | 2.2 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 22,000 | 8.5 |
| Dynamic Credit Spectrum Fund, Series "O" | 17,968 | 4.2 |
| Dynamic Dividend Fund, Series "O" | 7,052 | 1.0 |
| Dynamic Global Dividend Fund, Series "O" | 5,049 | 0.6 |
| Dynamic Global Equity Fund, Series "O" | 3,508 | 0.6 |
| Dynamic Global Value Fund, Series "O" | 4,655 | 1.1 |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 12,829 | 7.2 |
| Dynamic Power Canadian Growth Fund, Series "O" | 482 | 0.1 |
| Dynamic Power Global Growth Fund, Series "O" | 4,557 | 3.3 |
| Dynamic Short Term Bond Fund, Series "O" | 12,985 | 19.8 |
| Dynamic Strategic Bond Fund, Series "O" | 17,413 | 12.5 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 2,032 | 0.2 |
| Dynamic Value Fund of Canada, Series "O" | 6,037 | 0.3 |
| | **179,081** | |

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Defensive Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 16,674 | 1.1 |
| Dynamic Blue Chip Equity Fund, Series "O" | 3,449 | 0.8 |
| Dynamic Canadian Bond Fund, Series "O" | 25,726 | 1.3 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 15,849 | 6.0 |
| Dynamic Credit Spectrum Fund, Series "O" | 12,417 | 2.8 |
| Dynamic Dividend Fund, Series "O" | 4,844 | 0.8 |
| Dynamic Global Dividend Fund, Series "O" | 3,580 | 0.4 |
| Dynamic Global Equity Fund, Series "O" | 2,373 | 0.4 |
| Dynamic Global Value Fund, Series "O" | 3,178 | 0.7 |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 9,063 | 4.7 |
| Dynamic Power Canadian Growth Fund, Series "O" | 432 | 0.1 |
| Dynamic Power Global Growth Fund, Series "O" | 3,474 | 2.3 |
| Dynamic Short Term Bond Fund, Series "O" | 9,313 | 9.7 |
| Dynamic Strategic Bond Fund, Series "O" | 12,598 | 8.8 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 1,415 | 0.2 |
| Dynamic Value Fund of Canada, Series "O" | 4,154 | 0.2 |
| | **128,539** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Equity Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 195,422 | 193,418 |
| Cash | – | 218 |
| Receivable for securities sold | 1,163 | 572 |
| Subscriptions receivable | 131 | 223 |
| | **196,716** | **194,431** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 315 | – |
| Management fee payable | 331 | 327 |
| Payable for securities purchased | 39 | – |
| Redemptions payable | 154 | 535 |
| Accrued expenses | 25 | 25 |
| | **864** | **887** |
| **Net assets attributable to holders of redeemable units** | **195,852** | **193,544** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 129,179 | 127,634 |
| Series F | 8,859 | 8,505 |
| Series FT | 945 | 734 |
| Series G | 39,004 | 38,795 |
| Series I | 11,077 | 11,141 |
| Series IT | 133 | 131 |
| Series T | 6,655 | 6,604 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 15.27 | 14.60 |
| Series F | 16.84 | 16.01 |
| Series FT | 8.26 | 8.19 |
| Series G | 15.40 | 14.71 |
| Series I | 18.66 | 17.63 |
| Series IT | 9.18 | 9.04 |
| Series T | 7.44 | 7.42 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 11.37 | 11.23 |
| Series F | 12.54 | 12.31 |
| Series I | 13.90 | 13.56 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 8,123 | 10,443 |
| Net realized gain (loss) on non-derivative financial assets | 3,263 | 2,893 |
| Change in unrealized gain (loss) on non-derivative financial assets | (78) | (7,964) |
| Net gain (loss) on investments | **11,308** | **5,372** |
| Net realized and unrealized foreign currency translation gain (loss) | – | 3 |
| Total income (loss), net | **11,308** | **5,375** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,823 | 1,926 |
| Fixed administration fees (note 6) | 136 | 142 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 214 | 222 |
| Total expenses | **2,174** | **2,291** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **2,174** | **2,291** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **9,134** | **3,084** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 5,885 | 1,969 |
| Series F | 439 | 147 |
| Series FT | 39 | 12 |
| Series G | 1,825 | 595 |
| Series I | 643 | 260 |
| Series IT | 8 | 4 |
| Series T | 295 | 97 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.69 | 0.21 |
| Series F | 0.84 | 0.36 |
| Series FT | 0.37 | 0.31 |
| Series G | 0.71 | 0.22 |
| Series I | 1.00 | 0.49 |
| Series IT | 0.55 | 0.25 |
| Series T | 0.33 | 0.09 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 8,581,206 | 9,470,608 |
| Series F | 524,801 | 400,582 |
| Series FT | 104,970 | 38,630 |
| Series G | 2,585,840 | 2,592,258 |
| Series I | 640,371 | 534,208 |
| Series IT | 14,538 | 14,603 |
| Series T | 882,486 | 920,599 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Equity Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 127,634 | 145,304 |
| Series F | 8,505 | 6,117 |
| Series FT | 734 | 238 |
| Series G | 38,795 | 39,198 |
| Series I | 11,141 | 8,533 |
| Series IT | 131 | 145 |
| Series T | 6,604 | 7,513 |
| | **193,544** | **207,048** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 5,885 | 1,969 |
| Series F | 439 | 147 |
| Series FT | 39 | 12 |
| Series G | 1,825 | 595 |
| Series I | 643 | 260 |
| Series IT | 8 | 4 |
| Series T | 295 | 97 |
| | **9,134** | **3,084** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From return of capital | | |
| Series FT | (38) | (14) |
| Series IT | (6) | (5) |
| Series T | (287) | (289) |
| | **(331)** | **(308)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 7,430 | 7,273 |
| Series F | 1,328 | 1,877 |
| Series FT | 242 | 317 |
| Series G | 3,097 | 3,210 |
| Series I | 1,681 | 2,018 |
| Series T | 534 | 386 |
| Reinvested distributions | | |
| Series FT | 2 | 2 |
| Series T | 73 | 66 |
| Payments on redemption | | |
| Series A | (11,770) | (12,762) |
| Series F | (1,413) | (814) |
| Series FT | (34) | – |
| Series G | (4,713) | (2,517) |
| Series I | (2,388) | (482) |
| Series IT | – | (1) |
| Series T | (564) | (423) |
| | **(6,495)** | **(1,850)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 1,545 | (3,520) |
| Series F | 354 | 1,210 |
| Series FT | 211 | 317 |
| Series G | 209 | 1,288 |
| Series I | (64) | 1,796 |
| Series IT | 2 | (2) |
| Series T | 51 | (163) |
| | **2,308** | **926** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 129,179 | 141,784 |
| Series F | 8,859 | 7,327 |
| Series FT | 945 | 555 |
| Series G | 39,004 | 40,486 |
| Series I | 11,077 | 10,329 |
| Series IT | 133 | 143 |
| Series T | 6,655 | 7,350 |
| | **195,852** | **207,974** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 9,134 | 3,084 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,263) | (2,893) |
| Change in unrealized (gain) loss on non-derivative financial assets | 78 | 7,964 |
| Other non-cash transactions | (8,123) | (10,443) |
| Purchases of portfolio investments | (2,943) | (5,033) |
| Proceeds from sale of portfolio investments | 11,695 | 9,597 |
| Accrued expenses and other payables | 4 | (4) |
| **Net cash provided by (used in) operating activities** | **6,582** | **2,272** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 10,923 | 12,734 |
| Amounts paid on redemption of redeemable units | (17,782) | (14,620) |
| Distributions to unitholders of redeemable units | (256) | (240) |
| **Net cash provided by (used in) financing activities** | **(7,115)** | **(2,126)** |
| Net increase (decrease) in cash | (533) | 146 |
| Cash (bank overdraft), beginning of period | 218 | 227 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(315)** | **373** |
| Dividends received, net of withholding taxes[1] | – | – |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.8%)** | | | |
| **Equity Funds (99.8%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 3,102,727 | 22,827 | 26,590 |
| Dynamic Dividend Fund, Series "O" | 2,132,055 | 12,979 | 19,274 |
| Dynamic Global Dividend Fund, Series "O" | 1,409,127 | 17,806 | 23,659 |
| Dynamic Global Equity Fund, Series "O" | 1,442,455 | 15,545 | 18,781 |
| Dynamic Global Value Fund, Series "O" | 2,260,639 | 15,834 | 21,386 |
| Dynamic Power Canadian Growth Fund, Series "O" | 1,693,328 | 12,055 | 18,051 |
| Dynamic Power Global Growth Class, Series "O" | 1,635,282 | 18,089 | 30,187 |
| Dynamic Power Small Cap Fund, Series "O" | 474,613 | 4,924 | 6,749 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 803,755 | 8,714 | 8,962 |
| Dynamic Value Fund of Canada, Series "O" | 1,950,112 | 19,129 | 21,783 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.8%)** | | **147,902** | **195,422** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–0.2%)** | | | |
| Canadian | | (315) | (315) |
| Foreign | | – | – |
| | | **(315)** | **(315)** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | **745** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **195,852** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Equity Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to maximize long-term capital growth by investing primarily in a diversified portfolio of equity mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.8% (June 30, 2016 – 99.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $19,542,000 (June 30, 2016 – $19,342,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.8** | **99.9** |
| Equity Funds | 99.8 | 99.9 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **(0.2)** | **0.1** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 195,422 | – | – | 195,422 |
| | **195,422** | **–** | **–** | **195,422** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 193,418 | – | – | 193,418 |
| | **193,418** | **–** | **–** | **193,418** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

### *Offsetting of financial assets and liabilities (note 2)*

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 26,590 | 6.3 |
| Dynamic Dividend Fund, Series "O" | 19,274 | 2.8 |
| Dynamic Global Dividend Fund, Series "O" | 23,659 | 2.6 |
| Dynamic Global Equity Fund, Series "O" | 18,781 | 3.0 |
| Dynamic Global Value Fund, Series "O" | 21,386 | 5.0 |
| Dynamic Power Canadian Growth Fund, Series "O" | 18,051 | 2.5 |
| Dynamic Power Global Growth Class, Series "O" | 30,187 | 3.4 |
| Dynamic Power Small Cap Fund, Series "O" | 6,749 | 2.6 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 8,962 | 1.1 |
| Dynamic Value Fund of Canada, Series "O" | 21,783 | 1.2 |
| | **195,422** | |

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Equity Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 26,319 | 5.8 |
| Dynamic Dividend Fund, Series "O" | 19,024 | 3.2 |
| Dynamic Global Dividend Fund, Series "O" | 23,115 | 2.6 |
| Dynamic Global Equity Fund, Series "O" | 18,534 | 3.4 |
| Dynamic Global Value Fund, Series "O" | 20,803 | 4.8 |
| Dynamic Power Canadian Growth Fund, Series "O" | 16,188 | 2.2 |
| Dynamic Power Global Growth Class, Series "O" | 31,858 | 3.4 |
| Dynamic Power Small Cap Fund, Series "O" | 6,745 | 2.6 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 8,733 | 1.0 |
| Dynamic Value Fund of Canada, Series "O" | 22,099 | 1.1 |
| | **193,418** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Growth Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 326,608 | 325,733 |
| Cash | 590 | 889 |
| Receivable for securities sold | 681 | 645 |
| Subscriptions receivable | 402 | 385 |
| | **328,281** | **327,652** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 563 | 562 |
| Payable for securities purchased | 17 | 296 |
| Redemptions payable | 191 | 253 |
| Accrued expenses | 42 | 42 |
| Distributions payable | 5 | – |
| | **818** | **1,153** |
| **Net assets attributable to holders of redeemable units** | **327,463** | **326,499** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 221,764 | 222,366 |
| Series F | 15,028 | 12,821 |
| Series FT | 432 | 323 |
| Series G | 72,725 | 72,778 |
| Series I | 12,732 | 13,205 |
| Series IT | 127 | 9 |
| Series T | 4,655 | 4,997 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 14.86 | 14.37 |
| Series F | 16.09 | 15.61 |
| Series FT | 8.95 | 8.90 |
| Series G | 14.96 | 14.48 |
| Series I | 17.26 | 16.89 |
| Series IT | 9.86 | 9.75 |
| Series T | 8.09 | 8.10 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 11.07 | 11.05 |
| Series F | 11.98 | 12.00 |
| Series I | 12.85 | 12.99 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 10,865 | 14,293 |
| Interest for distribution purposes | 1,582 | 1,504 |
| Net realized gain (loss) on non-derivative financial assets | 5,129 | 2,654 |
| Change in unrealized gain (loss) on non-derivative financial assets | (1,581) | (11,980) |
| Net gain (loss) on investments | **15,995** | **6,471** |
| Net realized and unrealized foreign currency translation gain (loss) | – | 1 |
| Total income (loss), net | **15,995** | **6,472** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,126 | 3,197 |
| Fixed administration fees (note 6) | 229 | 232 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 349 | 351 |
| Total expenses | **3,706** | **3,781** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **3,706** | **3,781** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **12,289** | **2,691** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | 8,158 | 1,683 |
| Series F | 547 | 124 |
| Series FT | 13 | 3 |
| Series G | 2,755 | 596 |
| Series I | 630 | 226 |
| Series IT | 1 | 8 |
| Series T | 185 | 51 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | 0.54 | 0.11 |
| Series F | 0.62 | 0.21 |
| Series FT | 0.32 | 0.13 |
| Series G | 0.56 | 0.12 |
| Series I | 0.84 | 0.34 |
| Series IT | 0.21 | 0.69 |
| Series T | 0.31 | 0.08 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 15,173,331 | 15,718,277 |
| Series F | 879,825 | 621,143 |
| Series FT | 40,939 | 26,823 |
| Series G | 4,937,979 | 5,004,686 |
| Series I | 754,483 | 652,510 |
| Series IT | 4,814 | 11,016 |
| Series T | 601,300 | 645,127 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Growth Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 222,366 | 237,296 |
| Series F | 12,821 | 8,859 |
| Series FT | 323 | 260 |
| Series G | 72,778 | 74,988 |
| Series I | 13,205 | 10,194 |
| Series IT | 9 | 9 |
| Series T | 4,997 | 5,619 |
| | **326,499** | **337,225** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | 8,158 | 1,683 |
| Series F | 547 | 124 |
| Series FT | 13 | 3 |
| Series G | 2,755 | 596 |
| Series I | 630 | 226 |
| Series IT | 1 | 8 |
| Series T | 185 | 51 |
| | **12,289** | **2,691** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net realized gains on investments | | |
| Series A | (573) | (2,523) |
| Series F | (173) | (193) |
| Series FT | (2) | (3) |
| Series G | (302) | (901) |
| Series I | (326) | (319) |
| Series IT | (1) | (2) |
| Series T | (7) | (31) |
| From return of capital | | |
| Series FT | (12) | (6) |
| Series IT | (1) | (2) |
| Series T | (176) | (162) |
| | **(1,573)** | **(4,142)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 14,326 | 16,596 |
| Series F | 2,899 | 2,666 |
| Series FT | 173 | 1 |
| Series G | 5,214 | 4,763 |
| Series I | 1,421 | 3,394 |
| Series IT | 117 | 167 |
| Series T | 131 | 573 |
| Reinvested distributions | | |
| Series A | 566 | 2,490 |
| Series F | 128 | 140 |
| Series FT | 4 | 2 |
| Series G | 299 | 890 |
| Series I | 317 | 305 |
| Series IT | 2 | 4 |
| Series T | 49 | 61 |
| Payments on redemption | | |
| Series A | (23,079) | (18,993) |
| Series F | (1,194) | (688) |
| Series FT | (67) | – |
| Series G | (8,019) | (5,203) |
| Series I | (2,515) | (1,072) |
| Series IT | – | (2) |
| Series T | (524) | (653) |
| | **(9,752)** | **5,441** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | (602) | (747) |
| Series F | 2,207 | 2,049 |
| Series FT | 109 | (3) |
| Series G | (53) | 145 |
| Series I | (473) | 2,534 |
| Series IT | 118 | 173 |
| Series T | (342) | (161) |
| | **964** | **3,990** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 221,764 | 236,549 |
| Series F | 15,028 | 10,908 |
| Series FT | 432 | 257 |
| Series G | 72,725 | 75,133 |
| Series I | 12,732 | 12,728 |
| Series IT | 127 | 182 |
| Series T | 4,655 | 5,458 |
| | **327,463** | **341,215** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | 12,289 | 2,691 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (5,129) | (2,654) |
| Change in unrealized (gain) loss on non-derivative financial assets | 1,581 | 11,980 |
| Other non-cash transactions | (12,447) | (15,797) |
| Purchases of portfolio investments | (7,050) | (7,775) |
| Proceeds from sale of portfolio investments | 21,855 | 11,260 |
| Accrued expenses and other payables | 1 | (1) |
| **Net cash provided by (used in) operating activities** | **11,100** | **(296)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 19,346 | 22,589 |
| Amounts paid on redemption of redeemable units | (30,542) | (21,458) |
| Distributions to unitholders of redeemable units | (203) | (246) |
| **Net cash provided by (used in) financing activities** | **(11,399)** | **885** |
| Net increase (decrease) in cash | (299) | 589 |
| Cash (bank overdraft), beginning of period | 889 | 422 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **590** | **1,011** |
| Interest paid[1] | 1 | – |
| Interest received[1] | – | – |
| Dividends received, net of withholding taxes[1] | – | – |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.7%)** | | | |
| **Equity Funds (81.4%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 4,023,591 | 29,704 | 34,482 |
| Dynamic Dividend Fund, Series "O" | 3,118,621 | 18,924 | 28,192 |
| Dynamic Global Dividend Fund, Series "O" | 1,868,081 | 23,965 | 31,365 |
| Dynamic Global Equity Fund, Series "O" | 1,780,603 | 19,290 | 23,183 |
| Dynamic Global Value Fund, Series "O" | 3,397,109 | 23,960 | 32,137 |
| Dynamic Power Canadian Growth Fund, Series "O" | 2,030,035 | 14,828 | 21,640 |
| Dynamic Power Global Growth Class, Series "O" | 2,185,673 | 24,465 | 40,348 |
| Dynamic Power Small Cap Fund, Series "O" | 662,677 | 6,823 | 9,423 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 1,156,394 | 12,499 | 12,894 |
| Dynamic Value Fund of Canada, Series "O" | 2,945,608 | 28,785 | 32,902 |
| **Fixed Income Funds (18.3%)** | | | |
| Dynamic Canadian Bond Fund, Series "O" | 5,968,471 | 31,442 | 31,872 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 1,680,455 | 15,278 | 15,124 |
| Dynamic Credit Spectrum Fund, Series "O" | 730,627 | 7,116 | 6,605 |
| Dynamic Strategic Bond Fund, Series "O" | 702,354 | 6,594 | 6,441 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.7%)** | | **263,673** | **326,608** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.2%)** | | | |
| Canadian | | 590 | 590 |
| Foreign | | – | – |
| | | **590** | **590** |
| **OTHER NET ASSETS (LIABILITIES) (0.1%)** | | | **265** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | **327,463** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Growth Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth by investing primarily in a diversified portfolio of equity and some fixed income mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.7% (June 30, 2016 – 99.8%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $32,661,000 (June 30, 2016 – $32,573,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.7** | **99.8** |
| Equity Funds | 81.4 | 81.8 |
| Fixed Income Funds | 18.3 | 18.0 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.2** | **0.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 326,608 | – | – | 326,608 |
| | **326,608** | **–** | **–** | **326,608** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 325,733 | – | – | 325,733 |
| | **325,733** | **–** | **–** | **325,733** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 34,482 | 8.1 |
| Dynamic Canadian Bond Fund, Series "O" | 31,872 | 2.0 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 15,124 | 5.8 |
| Dynamic Credit Spectrum Fund, Series "O" | 6,605 | 1.6 |
| Dynamic Dividend Fund, Series "O" | 28,192 | 4.1 |
| Dynamic Global Dividend Fund, Series "O" | 31,365 | 3.5 |
| Dynamic Global Equity Fund, Series "O" | 23,183 | 3.7 |
| Dynamic Global Value Fund, Series "O" | 32,137 | 7.6 |
| Dynamic Power Canadian Growth Fund, Series "O" | 21,640 | 2.9 |
| Dynamic Power Global Growth Class, Series "O" | 40,348 | 4.6 |
| Dynamic Power Small Cap Fund, Series "O" | 9,423 | 3.6 |
| Dynamic Strategic Bond Fund, Series "O" | 6,441 | 4.6 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 12,894 | 1.5 |
| Dynamic Value Fund of Canada, Series "O" | 32,902 | 1.8 |
| | **326,608** | |

*The accompanying notes are an integral part of these financial statements.*

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 35,964 | 8.0 |
| Dynamic Canadian Bond Fund, Series "O" | 30,923 | 1.6 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 14,527 | 5.5 |
| Dynamic Credit Spectrum Fund, Series "O" | 6,644 | 1.5 |
| Dynamic Dividend Fund, Series "O" | 27,640 | 4.6 |
| Dynamic Global Dividend Fund, Series "O" | 30,620 | 3.4 |
| Dynamic Global Equity Fund, Series "O" | 22,935 | 4.2 |
| Dynamic Global Value Fund, Series "O" | 31,036 | 7.1 |
| Dynamic Power Canadian Growth Fund, Series "O" | 20,289 | 2.8 |
| Dynamic Power Global Growth Class, Series "O" | 43,394 | 4.6 |
| Dynamic Power Small Cap Fund, Series "O" | 9,356 | 3.7 |
| Dynamic Strategic Bond Fund, Series "O" | 6,819 | 4.7 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 12,502 | 1.4 |
| Dynamic Value Fund of Canada, Series "O" | 33,084 | 1.6 |
| | **325,733** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Aurion Total Return Bond Fund (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per unit amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 2,113,942 | 1,450,454 |
| Unrealized gain on currency forward contracts | 6,716 | 532 |
| Unrealized gain on currency spot contracts | 16 | – |
| Cash | 179,369 | 59,714 |
| Margin deposited on derivatives | – | 10,288 |
| Receivable for securities sold | 16,146 | 5,513 |
| Subscriptions receivable | 2,438 | 11,670 |
| Accrued investment income and other | 12,767 | 8,276 |
| | **2,331,394** | **1,546,447** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 484 | 360 |
| Payable for securities purchased | 84,283 | 5,131 |
| Redemptions payable | 1,748 | 5,141 |
| Accrued expenses | 153 | 107 |
| Distributions payable | 3 | – |
| Unrealized loss on currency forward contracts | 2,301 | 5,534 |
| Unrealized loss on futures contracts | – | 180 |
| | **88,972** | **16,453** |
| **Net assets attributable to holders of redeemable units** | **2,242,422** | **1,529,994** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES** | | |
| Series A | 210,486 | 157,270 |
| Series E | 17,027 | 11,099 |
| Series F | 211,683 | 125,461 |
| Series FH (in equivalent CAD) | 2,213 | 1,754 |
| Series FI | n/a | 13,918 |
| Series G | 31,672 | 31,046 |
| Series H (in equivalent CAD) | 2,507 | 925 |
| Series I | 9,175 | 4,864 |
| Series O | 1,757,659 | 1,183,657 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES – USD** | | |
| Series FH | 1,648 | 1,349 |
| Series H | 1,867 | 712 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT** | | |
| Series A | 8.86 | 9.28 |
| Series E | 9.13 | 9.56 |
| Series F | 9.29 | 9.72 |
| Series FH (in equivalent CAD) | 12.45 | 12.60 |
| Series FI | n/a | 9.79 |
| Series G | 8.90 | 9.33 |
| Series H (in equivalent CAD) | 12.04 | 12.21 |
| Series I | 9.73 | 10.19 |
| Series O | 10.11 | 10.59 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT – USD** | | |
| Series A | 6.60 | 7.14 |
| Series F | 6.92 | 7.47 |
| Series FH | 9.27 | 9.69 |
| Series H | 8.97 | 9.39 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per unit amounts and average units) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 24,370 | 13,900 |
| Net realized gain (loss) on non-derivative financial assets | 763 | 4,795 |
| Net realized gain (loss) on currency forward contracts | (13,400) | (3,315) |
| Net realized gain (loss) on futures contracts | (7,465) | (883) |
| Change in unrealized gain (loss) on non-derivative financial assets | (45,630) | 17,063 |
| Change in unrealized gain (loss) on currency forward contracts | 9,417 | (2,584) |
| Change in unrealized gain (loss) on currency spot contracts | 16 | – |
| Change in unrealized gain (loss) on futures contracts | 180 | (2,112) |
| Dividend and interest expense on securities sold short | (114) | – |
| Net gain (loss) on investments | **(31,863)** | **26,864** |
| Securities lending | 43 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 86 | 3,692 |
| Total income (loss), net | **(31,734)** | **30,556** |
| **EXPENSES** | | |
| Management fees (note 5) | 2,451 | 1,146 |
| Fixed administration fees (note 6) | 713 | 376 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 10 | 2 |
| Foreign withholding taxes/tax reclaims | 1 | – |
| Other fund costs | 4 | – |
| Harmonized Sales Tax/Goods and Services Tax | 353 | 160 |
| Transaction costs | 1 | 125 |
| Total expenses | **3,534** | **1,810** |
| Expenses absorbed by the Manager | (30) | (8) |
| Net expenses | **3,504** | **1,802** |
| **Net increase (decrease) in net assets attributable to holders of redeemable units from operations** | **(35,238)** | **28,754** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES** | | |
| Series A | (1,577) | 2,124 |
| Series E | (466) | 50 |
| Series F | (4,494) | 1,807 |
| Series FH (in equivalent CAD) | (23) | 163 |
| Series FI | (165) | 560 |
| Series G | (884) | 596 |
| Series H (in equivalent CAD) | (21) | 83 |
| Series I | (144) | 43 |
| Series O | (27,464) | 23,328 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | (14) | 123 |
| Series H | (12) | 63 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†** | | |
| Series A | (0.08) | 0.21 |
| Series E | (0.29) | 0.23 |
| Series F | (0.25) | 0.27 |
| Series FH (in equivalent CAD) | (0.07) | 1.81 |
| Series FI | (0.16) | 0.25 |
| Series G | (0.26) | 0.22 |
| Series H (in equivalent CAD) | (0.17) | 1.55 |
| Series I | (0.21) | 0.34 |
| Series O | (0.21) | 0.34 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT – USD†** | | |
| Series FH | (0.05) | 1.37 |
| Series H | (0.13) | 1.17 |
| **WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES** | | |
| Series A | 20,753,204 | 9,688,754 |
| Series E | 1,609,823 | 208,499 |
| Series F | 18,118,299 | 6,477,788 |
| Series FH | 348,342 | 90,282 |
| Series FI | 1,044,803 | 2,251,671 |
| Series G | 3,447,920 | 2,664,792 |
| Series H | 121,868 | 53,483 |
| Series I | 675,541 | 124,434 |
| Series O | 131,340,061 | 67,474,530 |

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Fund (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD** | | |
| Series A | 157,270 | 90,495 |
| Series E | 11,099 | 1,900 |
| Series F | 125,461 | 63,411 |
| Series FH | 1,754 | 1,160 |
| Series FI | 13,918 | 17,761 |
| Series G | 31,046 | 25,293 |
| Series H | 925 | 658 |
| Series I | 4,864 | 1,452 |
| Series O | 1,183,657 | 672,281 |
| | **1,529,994** | **874,411** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS** | | |
| Series A | (1,577) | 2,124 |
| Series E | (466) | 50 |
| Series F | (4,494) | 1,807 |
| Series FH | (23) | 163 |
| Series FI | (165) | 560 |
| Series G | (884) | 596 |
| Series H | (21) | 83 |
| Series I | (144) | 43 |
| Series O | (27,464) | 23,328 |
| | **(35,238)** | **28,754** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS** | | |
| From net investment income | | |
| Series A | – | (385) |
| Series E | – | (8) |
| Series F | (642) | (564) |
| Series FH | (15) | (11) |
| Series FI | (31) | (199) |
| Series G | – | (121) |
| Series H | – | (3) |
| Series I | (48) | (19) |
| Series O | (9,973) | (10,109) |
| From net realized gains on investments | | |
| Series A | (2,464) | (1,095) |
| Series E | (192) | (23) |
| Series F | (2,430) | (842) |
| Series FH | (63) | (15) |
| Series FI | (116) | (290) |
| Series G | (445) | (308) |
| Series H | (19) | (8) |
| Series I | (93) | (21) |
| Series O | (19,304) | (10,521) |
| From return of capital | | |
| Series A | (1,530) | (344) |
| Series E | (134) | (10) |
| Series F | (1,383) | (137) |
| Series FH | (19) | – |
| Series FI | (66) | (84) |
| Series G | (230) | (87) |
| Series H | (10) | (1) |
| Series I | (73) | – |
| Series O | (12,374) | (337) |
| | **(51,654)** | **(25,542)** |
| **REDEEMABLE UNIT TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 84,879 | 11,954 |
| Series E | 8,964 | 116 |
| Series F | 131,740 | 25,939 |
| Series FH | 5,366 | 856 |
| Series FI | 622 | 9,313 |
| Series G | 7,115 | 1,842 |
| Series H | 1,950 | 42 |
| Series I | 8,142 | 2 |
| Series O | 626,602 | 65,821 |
| Reinvested distributions | | |
| Series A | 3,220 | 1,288 |
| Series E | 253 | 29 |
| Series F | 2,627 | 960 |
| Series FH | 91 | 23 |
| Series FI | 96 | 345 |
| Series G | 561 | 398 |
| Series H | 20 | 5 |
| Series I | 137 | 32 |
| Series O | 30,361 | 20,967 |
| Payments on redemption | | |
| Series A | (29,312) | (12,995) |
| Series E | (2,497) | (5) |
| Series F | (39,196) | (20,611) |
| Series FH | (4,878) | (669) |
| Series FI | (14,258) | (16,479) |
| Series G | (5,491) | (3,556) |
| Series H | (338) | (95) |
| Series I | (3,610) | (235) |
| Series O | (13,846) | (4,599) |
| | **799,320** | **80,688** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS** | | |
| Series A | 53,216 | 547 |
| Series E | 5,928 | 149 |
| Series F | 86,222 | 6,552 |
| Series FH | 459 | 347 |
| Series FI | (13,918) | (6,834) |
| Series G | 626 | (1,236) |
| Series H | 1,582 | 23 |
| Series I | 4,311 | (198) |
| Series O | 574,002 | 84,550 |
| | **712,428** | **83,900** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD** | | |
| Series A | 210,486 | 91,042 |
| Series E | 17,027 | 2,049 |
| Series F | 211,683 | 69,963 |
| Series FH | 2,213 | 1,507 |
| Series FI | n/a | 10,927 |
| Series G | 31,672 | 24,057 |
| Series H | 2,507 | 681 |
| Series I | 9,175 | 1,254 |
| Series O | 1,757,659 | 756,831 |
| | **2,242,422** | **958,311** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | (35,238) | 28,754 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (763) | (4,795) |
| Unrealized foreign currency translation (gain) loss | 100 | (2,476) |
| Change in unrealized (gain) loss on non-derivative financial assets | 45,630 | (17,063) |
| Change in unrealized (gain) loss on currency forward contracts | (9,417) | 2,584 |
| Change in unrealized (gain) loss on currency spot contracts | (16) | – |
| Change in unrealized (gain) loss on futures contracts | (180) | 2,112 |
| Purchases of portfolio investments | (2,427,022) | (1,290,132) |
| Proceeds from sale of portfolio investments | 1,787,186 | 1,124,480 |
| Margin deposited on derivatives | 10,288 | (5,574) |
| Accrued investment income and other | (4,491) | (952) |
| Accrued expenses and other payables | 170 | – |
| **Net cash provided by (used in) operating activities** | **(633,753)** | **(163,062)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable units | 852,659 | 106,783 |
| Amounts paid on redemption of redeemable units | (84,866) | (50,160) |
| Distributions to unitholders of redeemable units | (14,285) | (1,495) |
| **Net cash provided by (used in) financing activities** | **753,508** | **55,128** |
| Unrealized foreign currency translation gain (loss) | (100) | 2,476 |
| Net increase (decrease) in cash | 119,655 | (105,458) |
| Cash (bank overdraft), beginning of period | 59,714 | 140,593 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **179,369** | **35,135** |
| Interest paid[1] | 10 | 2 |
| Interest received[1] | 19,848 | 12,938 |
| Dividends paid[1] | 114 | – |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Fund (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (94.3%)** | | | | |
| **Canadian Bonds and Debentures (54.1%)** | | | | |
| **Federal (14.3%)** | | | | |
| Government of Canada, 0.50% Aug. 01 18 | | 321,000 | **320,088** | **319,850** |
| **Provincial (13.2%)** | | | | |
| Province of Alberta, 2.35% Jun. 01 25 | | 29,800 | 29,875 | 29,622 |
| Province of Ontario, 1.875% May 21 20 | USD | 3,000 | 3,915 | 4,017 |
| Province of Ontario, 3.50% Jun. 02 24 | | 47,500 | 52,145 | 51,588 |
| Province of Ontario, 4.25% Aug. 22 24 | AUD | 5,000 | 5,037 | 5,094 |
| Province of Ontario, 2.40% Jun. 02 26 | | 85,000 | 87,435 | 84,386 |
| Province of Quebec, 4.50% Dec. 01 19 | | 51,000 | 56,962 | 55,686 |
| Province of Quebec, 3.00% Sep. 01 23 | | 61,200 | 66,805 | 64,675 |
| | | | **302,174** | **295,068** |
| **Corporate (26.6%)** | | | | |
| Algonquin Power Co., 4.82% Feb. 15 21 | | 6,835 | 7,038 | 7,319 |
| Alimentation Couche-Tard Inc., 3.60% Mar. 02 25, Series 5 | | 5,200 | 5,408 | 5,337 |
| Allied Properties Real Estate Investment Trust, 3.748% May 13 20, Series "A" | | 8,500 | 8,652 | 8,736 |
| Allied Properties Real Estate Investment Trust, 3.934% Nov. 14 22, Series "B" | | 7,750 | 7,969 | 7,848 |
| American Express Canada Credit Corporation, 2.31% Mar. 29 18 | | 7,980 | 8,108 | 8,084 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 19,920 | 20,875 | 20,656 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 13,500 | 13,315 | 13,249 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | | 13,480 | 13,708 | 13,649 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 25,000 | 24,944 | 24,821 |
| Bank of Nova Scotia (The), 2.898% Aug. 03 17 | | 7,000 | 7,063 | 7,058 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 6,555 | 6,863 | 6,822 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | | 9,500 | 9,956 | 9,921 |
| Bow Centre Street Limited Partnership, 3.797% Jun. 13 23, Series "C" | | 6,640 | 6,645 | 6,421 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | | 2,500 | 2,754 | 2,693 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 4,650 | 4,916 | 5,126 |
| Canadian Credit Card Trust II, 1.829% Mar. 24 20, Series "A" | | 14,910 | 14,931 | 14,942 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 12,740 | 12,756 | 12,783 |
| Canadian Imperial Bank of Commerce, 1.64% Jul. 12 21 | | 12,000 | 11,900 | 11,830 |
| Canadian Western Bank, 3.077% Jan. 14 19 | | 5,480 | 5,581 | 5,584 |
| Caterpillar Financial Services Limited, 2.63% Jun. 01 17 | | 4,400 | 4,492 | 4,430 |
| Caterpillar Financial Services Limited, 1.75% Jun. 03 19 | | 12,240 | 12,324 | 12,295 |
| Choice Properties Limited Partnership, 3.60% Apr. 20 20, Series 8 | | 11,740 | 12,430 | 12,262 |
| Co-operators Financial Services Limited, 5.778% Mar. 10 20 | | 4,491 | 4,743 | 4,843 |
| Cominar Real Estate Investment Trust, 4.25% Dec. 08 21, Series 8 | | 6,600 | 6,600 | 6,804 |
| Cominar Real Estate Investment Trust, 4.164% Jun. 01 22, Series 9 | | 2,300 | 2,300 | 2,345 |
| Daimler Canada Finance Inc., 2.28% Feb. 17 17 | | 9,720 | 9,763 | 9,734 |
| Daimler Canada Finance Inc., 1.91% Jul. 08 21 | | 8,755 | 8,763 | 8,653 |
| Dollarama Inc., 1.437% May 16 17 | | 6,050 | 6,039 | 6,052 |
| Dollarama Inc., 2.337% Jul. 22 21 | | 17,290 | 17,375 | 17,239 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 4,146 | 4,175 | 4,149 |
| Enercare Solutions Inc., 4.60% Feb. 03 20, Series 2013-1 | | 6,320 | 6,657 | 6,637 |
| First Capital Realty Inc., 4.50% Mar. 01 21, Series "N" | | 15,790 | 17,268 | 17,006 |
| Ford Credit Canada Limited, 1.829% Dec. 22 17 | | 10,585 | 10,585 | 10,631 |
| Glacier Credit Card Trust, 2.755% Nov. 20 18 | | 8,000 | 8,236 | 8,189 |
| Hollis Receivables Term Trust II, 1.788% Feb. 26 20 | | 9,685 | 9,720 | 9,701 |
| Honda Canada Finance Inc., 2.155% Feb. 18 21 | | 12,085 | 12,270 | 12,181 |
| Hospital Infrastructure Partners Inc., 5.439% Jan. 31 45, Series "A" | | 2,319 | 2,344 | 2,589 |
| HSBC Bank Canada, 1.816% Jul. 07 20 | | 16,560 | 16,484 | 16,463 |
| Institutional Mortgage Securities Canada Inc., 1.266% Feb. 12 23, Series 2013-3, Class "X" | | 90,000 | 2,087 | 2,700 |
| Institutional Mortgage Securities Canada Inc., 1.108% Nov. 12 23, Series 2013-4, Class "B" | | 114,141 | 3,311 | 3,856 |
| Inter Pipeline Ltd., 1.385% May 30 17 | | 5,050 | 5,042 | 5,049 |
| Loblaw Companies Limited, 3.748% Mar. 12 19 | | 16,995 | 18,063 | 17,752 |
| Manufacturers Life Insurance Company (The), 2.811% Feb. 21 19 | | 7,150 | 7,178 | 7,268 |
| METRO INC., 3.20% Nov. 01 21, Series "C" | | 10,920 | 11,152 | 11,355 |
| National Bank of Canada, 2.105% Mar. 18 22 | | 24,350 | 24,445 | 24,289 |
| NBC Asset Trust, CapS II – Series 1, 7.235% Jun. 30 18 | | 8,105 | 9,269 | 8,728 |
| North Battleford Power, 4.958% Dec. 31 32, Series "A" | | 3,914 | 3,976 | 4,316 |
| Pembina Pipeline Corporation, 3.54% Nov. 03 24, Series 5 | | 3,360 | 3,355 | 3,419 |
| Peoples Trust Company, 3.34% Nov. 01 23 | | 9,674 | 9,951 | 10,269 |
| Quebecor Media Inc., 6.625% Jan. 15 23 | | 1,560 | 1,576 | 1,643 |
| Rogers Communications Inc., 4.70% Sep. 29 20 | | 15,255 | 16,884 | 16,728 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 27,295 | 28,699 | 28,293 |
| Sobeys Inc., 4.70% May 08 23, Series 2013-2 | | 6,820 | 7,401 | 6,797 |
| TELUS Corporation, 5.05% Dec. 04 19, Series "CG" | | 1,770 | 1,999 | 1,933 |
| TELUS Corporation, 3.75% Oct. 17 24, Series "CQ" | | 14,380 | 15,087 | 15,049 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 18,295 | 18,941 | 18,806 |
| Toronto-Dominion Bank (The), 2.045% Mar. 08 21 | | 11,500 | 11,603 | 11,568 |
| Toyota Credit Canada Inc., 2.75% Jul. 18 18 | | 10,405 | 10,696 | 10,619 |
| Toyota Credit Canada Inc., 2.80% Nov. 21 18 | | 9,500 | 9,778 | 9,733 |
| Veresen Inc., 3.95% Mar. 14 17 | | 6,905 | 7,041 | 6,938 |
| VW Credit Canada, Inc., 1.247% Apr. 03 17 | | 3,090 | 3,086 | 3,089 |
| WestJet Airlines Ltd., 3.287% Jul. 23 19 | | 1,425 | 1,424 | 1,453 |
| | | | **597,994** | **596,732** |
| **Foreign Bonds and Debentures (40.2%)** | | | | |
| **Australia (4.6%)** | | | | |
| APT Pipelines Limited, 4.245% Jul. 24 19 | | 5,330 | 5,515 | 5,568 |
| APT Pipelines Limited, 4.20% Dec. 23 24 | USD | 11,800 | 15,048 | 15,823 |
| Commonwealth Bank of Australia, 2.50% Sep. 20 18 | USD | 4,350 | 5,828 | 5,910 |
| Commonwealth Bank of Australia, 5.125% Aug. 01 19 | NZD | 5,750 | 5,471 | 5,552 |
| Commonwealth Bank of Australia, 5.15% Apr. 09 20 | | 9,625 | 10,812 | 10,569 |
| John Deere Financial Limited, 3.50% Dec. 18 19 | AUD | 12,250 | 11,616 | 12,020 |
| Queensland Treasury Corporation, 3.25% Jul. 21 26, Series 26 | AUD | 22,050 | 23,784 | 21,538 |
| South Australian Government Financing Authority, 1.50% Sep. 22 22 | AUD | 24,000 | 22,774 | 21,791 |
| Westpac Banking Corporation, 2.00% Mar. 03 20 | USD | 3,900 | 4,921 | 5,198 |
| | | | **105,769** | **103,969** |
| **Chile (0.2%)** | | | | |
| Banco Santander-Chile, 4.50% Mar. 13 17 | AUD | 5,100 | **5,077** | **4,962** |
| **Germany (0.2%)** | | | | |
| KfW Note Programme, 3.75% Jun. 14 18 | NZD | 5,500 | **5,083** | **5,199** |
| **Luxembourg (0.6%)** | | | | |
| International Bank for Reconstruction and Development, 3.75% Feb. 10 20 | NZD | 15,100 | **13,942** | **14,353** |
| **Mexico (2.4%)** | | | | |
| United Mexican States, 6.50% Jun. 10 21, Series "M" | MXN | 837,396 | **65,388** | **53,219** |
| **New Zealand (1.4%)** | | | | |
| New Zealand Local Government Funding Agency Limited, 2.75% Apr. 15 25 | NZD | 37,000 | **32,540** | **31,452** |
| **United Kingdom (4.0%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 5,030 | 5,021 | 5,183 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 3,500 | 3,574 | 3,554 |
| Sensata Technologies UK Financing Co. PLC, 6.25% Feb. 15 21 | USD | 3,555 | 4,856 | 5,012 |
| United Kingdom Treasury, 2.00% Sep. 07 25 | GBP | 42,415 | 77,027 | 75,525 |
| | | | **90,478** | **89,274** |
| **United States (26.8%)** | | | | |
| Amazon.com, Inc., 3.30% Oct. 05 21 | USD | 2,590 | 3,368 | 3,608 |
| Anheuser Busch InBev Finance Inc., 3.65% Nov. 01 25 | USD | 12,035 | 16,430 | 16,436 |
| Apple Inc., 3.25% Nov. 23 25 | USD | 12,270 | 16,586 | 16,503 |
| Avnet, Inc., 4.625% Jan. 15 26 | USD | 17,090 | 22,423 | 22,399 |
| Bank of America Corporation, 4.00% Apr. 01 24, Series "L" | USD | 4,700 | 5,757 | 6,519 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (94.3%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (40.2%) (cont'd)** | | | | |
| **United States (26.8%) (cont'd)** | | | | |
| Cadence Design Systems, Inc., 4.375% Jul. 15 24 | USD | 4,455 | 5,836 | 5,875 |
| Coca-Cola Company (The), 2.55% Jun. 01 26 | USD | 10,990 | 14,892 | 14,004 |
| Comcast Corporation, 2.35% Oct. 15 26 | USD | 5,690 | 7,379 | 7,052 |
| DaVita Inc., 5.125% Jul. 15 19 | USD | 1,440 | 1,882 | 1,932 |
| DaVita Inc., 5.00% May 01 20 | USD | 840 | 1,087 | 1,112 |
| Entegris, Inc., 6.00% Apr. 01 17 | USD | 2,510 | 3,354 | 3,518 |
| Gilead Sciences, Inc., 4.40% Sep. 01 21 | USD | 5,210 | 7,236 | 7,531 |
| Goldman Sachs Group, Inc. (The), 3.55% Feb. 12 21 | | 2,540 | 2,537 | 2,661 |
| Hanesbrands Inc., 4.875% Feb. 15 26 | USD | 4,425 | 5,931 | 5,837 |
| HCA Inc., 5.00% Mar. 15 24 | USD | 9,785 | 13,166 | 13,549 |
| HCA Inc., 5.25% Apr. 15 25 | USD | 2,035 | 2,760 | 2,859 |
| HCA Inc., 5.25% Jun. 15 26 | USD | 6,520 | 8,780 | 9,072 |
| Johnson & Johnson, 2.45% Dec. 01 25 | USD | 4,910 | 6,435 | 6,313 |
| Keysight Technologies, Inc., 4.55% Jul. 30 24 | USD | 10,680 | 13,292 | 14,219 |
| Level 3 Financing, Inc., 5.375% Jan. 15 19 | USD | 1,530 | 2,057 | 2,080 |
| Microsoft Corporation, 3.125% Aug. 03 25 | USD | 4,735 | 6,443 | 6,436 |
| Molson Coors International LP, 2.75% Sep. 18 20, Series 2 | | 19,235 | 19,438 | 19,558 |
| QVC, Inc., 4.375% Mar. 15 23 | USD | 7,410 | 9,920 | 9,888 |
| QVC, Inc., 4.85% Apr. 01 24 | USD | 5,290 | 7,022 | 7,151 |
| Reliance Steel & Aluminum Co., 4.50% Jan. 15 23 | USD | 2,890 | 3,750 | 3,909 |
| ServiceMaster Company, LLC, 7.45% Aug. 15 27 | USD | 4,700 | 6,157 | 6,674 |
| Tenneco Inc., 5.00% Jul. 15 21 | USD | 2,480 | 3,325 | 3,276 |
| TSY INFL IX N/B 1.00% Feb. 15 46 | USD | 44,000 | 63,448 | 60,585 |
| United States Treasury, 2.00% Nov. 15 26 | USD | 209,300 | 266,820 | 270,428 |
| Universal Health Services, Inc., 4.75% Aug. 01 17 | USD | 2,400 | 3,248 | 3,279 |
| Universal Health Services, Inc., 5.00% Jun. 01 21 | USD | 11,185 | 14,910 | 14,718 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 12,713 | 19,314 | 18,902 |
| Vulcan Materials Company, 4.50% Jan. 01 25 | USD | 5,130 | 6,536 | 7,232 |
| **BONDS AND DEBENTURES (94.3%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (40.2%) (cont'd)** | | | | |
| **United States (26.8%) (cont'd)** | | | | |
| Wells Fargo & Company, 4.00% Aug. 08 19 | AUD | 4,800 | 4,863 | 4,749 |
| | | | **596,382** | **599,864** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.3%)** | | | **2,134,915** | **2,113,942** |
| **TRANSACTION COSTS (0.0%)** | | | – | – |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.3%)** | | | **2,134,915** | **2,113,942** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.2%)** | | | – | **4,415** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (8.0%)** | | | | |
| Canadian | | | 138,149 | 138,149 |
| Foreign | | | 41,250 | 41,220 |
| | | | **179,399** | **179,369** |
| **OTHER NET ASSETS (LIABILITIES) (–2.5%)** | | | | **(55,304)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)** | | | | **2,242,422** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

## Schedule of Derivative Instruments

### *Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Nova Scotia (The) | A-1 | 15-Feb-17 | CAD 76,766 | (GBP) (45,300) | 0.590 | 0.603 | 1,678 |
| Toronto-Dominion Bank (The) | A-1+ | 11-Jan-17 | CAD 176,734 | (USD) (131,500) | 0.744 | 0.745 | 188 |
| Toronto-Dominion Bank (The) | A-1+ | 11-Jan-17 | CAD 78,889 | (AUD) (77,225) | 0.979 | 1.031 | 3,954 |
| Toronto-Dominion Bank (The) | A-1+ | 15-Mar-17 | CAD 58,164 | (NZD) (61,900) | 1.064 | 1.074 | 516 |
| Toronto-Dominion Bank (The) | A-1+ | 11-Jan-17 | USD 30,000 | (CAD) (39,900) | 1.330 | 1.343 | 377 |
| | | | | | | | **6,713** |

### *Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 120 | (USD) (89) | 0.743 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 90 | (CAD) (120) | 1.325 | 1.342 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 261 | (CAD) (349) | 1.339 | 1.342 | 1 |
| | | | | | | | **3** |

| | |
|---|---|
| Total Unrealized Gain on Currency Forward Contracts | **6,716** |

### *Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 15-Mar-17 | CAD 70,116 | (USD) (53,100) | 0.757 | 0.745 | (1,120) |
| Bank of Nova Scotia (The) | A-1 | 15-Feb-17 | GBP 45,300 | (CAD) (76,200) | 1.682 | 1.658 | (1,112) |
| | | | | | | | **(2,232)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Fund (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 53 | (USD) (40) | 0.752 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 4,519 | (USD) (3,396) | 0.752 | 0.745 | (40) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 75 | (USD) (56) | 0.747 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 6,731 | (CAD) (9,064) | 1.347 | 1.342 | (28) |
| | | | | | | | **(69)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(2,301)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Fund (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income and capital returns from an actively managed diversified portfolio of primarily Canadian fixed income securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 50,885 | 295,729 |
| 1-3 years | 496,998 | 75,738 |
| 3-5 years | 442,217 | 295,049 |
| 5-10 years | 1,029,749 | 568,495 |
| > 10 years | 94,093 | 215,262 |
| | **2,113,942** | **1,450,273** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $29,498,000 or approximately 1.3% (June 30, 2016 – $23,553,000 or approximately 1.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 648,179 | (207,489) | 440,690 | 19.7 |
| Pound Sterling | 76,005 | – | 76,005 | 3.4 |
| Australian Dollar | 71,006 | (74,935) | (3,929) | (0.2) |
| New Zealand Dollar | 57,664 | (57,648) | 16 | 0.0 |
| Mexican Peso | 55,157 | – | 55,157 | 2.5 |
| | **908,011** | **(340,072)** | **567,939** | **25.4** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 4,720 | (4,701) | 19 | 0.0 |
| | **4,720** | **(4,701)** | **19** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 359,471 | (350,842) | 8,629 | 0.6 |
| Mexican Peso | 64,135 | – | 64,135 | 4.2 |
| New Zealand Dollar | 59,249 | – | 59,249 | 3.9 |
| Australian Dollar | 40,796 | (41,223) | (427) | 0.0 |
| | **523,651** | **(392,065)** | **131,586** | **8.7** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,679 | (2,648) | 31 | 0.0 |
| | **2,679** | **(2,648)** | **31** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $56,796,000 or approximately 2.5% (June 30, 2016 – $13,162,000 or approximately 0.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

# Dynamic Aurion Total Return Bond Fund (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1 | – | – | 14.0 | 13.2 |
| AAA | 38.5 | 36.3 | 21.3 | 20.2 |
| AA | 15.6 | 14.7 | 14.3 | 13.6 |
| A | 24.6 | 23.2 | 28.1 | 26.7 |
| BBB | 19.3 | 18.2 | 20.1 | 19.1 |
| BB | 1.6 | 1.5 | 1.1 | 1.0 |
| B | 0.2 | 0.2 | 0.8 | 0.7 |
| Unrated | 0.2 | 0.2 | 0.3 | 0.3 |
| | **100.0** | **94.3** | **100.0** | **94.8** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **94.3** | **81.6** |
| **Canadian Bonds and Debentures** | | |
| Federal | 14.3 | 6.1 |
| Provincial | 13.2 | 15.3 |
| Corporate | 26.6 | 28.7 |
| **Foreign Bonds and Debentures** | | |
| Australia | 4.6 | 4.5 |
| Chile | 0.2 | 0.3 |
| Germany | 0.2 | 0.3 |
| Luxembourg | 0.6 | 0.9 |
| Mexico | 2.4 | 4.1 |
| New Zealand | 1.4 | 2.2 |
| United Kingdom | 4.0 | 0.8 |
| United States | 26.8 | 18.4 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **8.0** | **17.1** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 2,113,942 | – | 2,113,942 |
| Unrealized gain on currency forward contracts | – | 6,716 | – | 6,716 |
| Unrealized gain on currency spot contracts | – | 16 | – | 16 |
| | **–** | **2,120,674** | **–** | **2,120,674** |
| Unrealized loss on currency forward contracts | – | (2,301) | – | (2,301) |
| | **–** | **2,118,373** | **–** | **2,118,373** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 1,247,854 | – | 1,247,854 |
| Money market instruments | – | 202,600 | – | 202,600 |
| Unrealized gain on currency forward contracts | – | 532 | – | 532 |
| | **–** | **1,450,986** | **–** | **1,450,986** |
| Unrealized loss on currency forward contracts | – | (5,534) | – | (5,534) |
| Unrealized loss on futures contracts | (180) | – | – | (180) |
| | **(180)** | **1,445,452** | **–** | **1,445,272** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 6,716 | (2,235) | – | 4,481 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **6,716** | **(2,235)** | **–** | **4,481** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 2,301 | (2,235) | – | 66 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **2,301** | **(2,235)** | **–** | **66** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 532 | (506) | – | 26 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **532** | **(506)** | **–** | **26** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 5,534 | (506) | – | 5,028 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **5,534** | **(506)** | **–** | **5,028** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip U.S. Balanced Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 84,399 | 117,910 |
| Unrealized gain on currency forward contracts | 131 | 207 |
| Unrealized gain on futures contracts | 42 | – |
| Cash | – | 8,770 |
| Margin deposited on derivatives | 1,115 | 669 |
| Receivable for securities sold | 3,595 | 992 |
| Subscriptions receivable | 44 | 77 |
| Accrued investment income and other | 302 | 361 |
| | **89,628** | **128,986** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 29 | – |
| Management fee payable | 142 | 203 |
| Redemptions payable | 541 | 357 |
| Accrued expenses | 15 | 21 |
| Distributions payable | 57 | – |
| Unrealized loss on currency forward contracts | 97 | 31 |
| Unrealized loss on futures contracts | – | 432 |
| | **881** | **1,044** |
| **Net assets attributable to holders of redeemable shares** | **88,747** | **127,942** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 52,151 | 78,002 |
| Series E | 4,459 | 6,031 |
| Series F | 11,361 | 11,144 |
| Series FI | n/a | 8,674 |
| Series H (in equivalent CAD) | 5,266 | 6,943 |
| Series I | 2,148 | 2,559 |
| Series T | 13,362 | 14,589 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES – USD** | | |
| Series H | 3,922 | 5,338 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 12.91 | 12.73 |
| Series E | 13.59 | 13.39 |
| Series F | 13.75 | 13.47 |
| Series FI | n/a | 13.81 |
| Series H (in equivalent CAD) | 15.75 | 15.06 |
| Series I | 14.66 | 14.29 |
| Series T | 9.92 | 10.06 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series H | 11.73 | 11.58 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 494 | 465 |
| Interest for distribution purposes | 551 | 532 |
| Net realized gain (loss) on non-derivative financial assets | 3,458 | 2,150 |
| Net realized gain (loss) on currency forward contracts | (1,433) | (1,408) |
| Net realized gain (loss) on futures contracts | 291 | (45) |
| Net realized gain (loss) on swap contracts | – | (340) |
| Change in unrealized gain (loss) on non-derivative financial assets | (869) | 6,778 |
| Change in unrealized gain (loss) on currency forward contracts | (142) | (1,432) |
| Change in unrealized gain (loss) on futures contracts | 474 | 13 |
| Net gain (loss) on investments | **2,824** | **6,713** |
| Net realized and unrealized foreign currency translation gain (loss) | 395 | 952 |
| Total income (loss), net | **3,219** | **7,665** |
| **EXPENSES** | | |
| Management fees (note 5) | 928 | 1,076 |
| Fixed administration fees (note 6) | 93 | 113 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 70 | 64 |
| Harmonized Sales Tax/Goods and Services Tax | 123 | 147 |
| Transaction costs | 13 | 36 |
| Total expenses | **1,228** | **1,437** |
| Expenses absorbed by the Manager | – | (12) |
| Net expenses | **1,228** | **1,425** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **1,991** | **6,240** |
| Income tax recovery (expense) | 2 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **1,993** | **6,240** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 974 | 3,632 |
| Series E | 88 | 288 |
| Series F | 327 | 569 |
| Series FI | 54 | 461 |
| Series H (in equivalent CAD) | 283 | 774 |
| Series I | 59 | 191 |
| Series T | 208 | 325 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES – USD** | | |
| Series H | 214 | 586 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.19 | 0.64 |
| Series E | 0.21 | 0.66 |
| Series F | 0.42 | 0.77 |
| Series FI | 0.09 | 0.73 |
| Series H (in equivalent CAD) | 0.70 | 2.48 |
| Series I | 0.35 | 0.97 |
| Series T | 0.15 | 0.50 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE – USD†** | | |
| Series H | 0.53 | 1.88 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 5,200,535 | 5,714,163 |
| Series E | 415,856 | 435,071 |
| Series F | 782,487 | 736,421 |
| Series FI | 584,366 | 629,015 |
| Series H | 405,326 | 311,887 |
| Series I | 168,955 | 198,903 |
| Series T | 1,423,373 | 647,014 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip U.S. Balanced Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 78,002 | 69,626 |
| Series E | 6,031 | 5,303 |
| Series F | 11,144 | 9,449 |
| Series FI | 8,674 | 7,517 |
| Series H | 6,943 | 3,758 |
| Series I | 2,559 | 3,161 |
| Series T | 14,589 | 5,599 |
| | **127,942** | **104,413** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 974 | 3,632 |
| Series E | 88 | 288 |
| Series F | 327 | 569 |
| Series FI | 54 | 461 |
| Series H | 283 | 774 |
| Series I | 59 | 191 |
| Series T | 208 | 325 |
| | **1,993** | **6,240** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series T | (1) | – |
| From net realized gains on investments | | |
| Series A | (14) | (9) |
| Series E | (1) | (1) |
| Series F | (4) | (1) |
| Series FI | – | (1) |
| Series H | (1) | (1) |
| Series T | (137) | (40) |
| From return of capital | | |
| Series T | (270) | (143) |
| | **(428)** | **(196)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 2,045 | 31,083 |
| Series E | 731 | 2,414 |
| Series F | 8,057 | 6,443 |
| Series FI | 21 | 5,075 |
| Series H | 474 | 4,067 |
| Series T | 1,799 | 5,409 |
| Reinvested distributions | | |
| Series A | 14 | 9 |
| Series E | 1 | 1 |
| Series F | 3 | 1 |
| Series FI | – | 1 |
| Series H | 1 | – |
| Series T | 65 | 69 |
| Payments on redemption | | |
| Series A | (28,870) | (7,375) |
| Series E | (2,391) | (472) |
| Series F | (8,166) | (2,662) |
| Series FI | (8,749) | (1,677) |
| Series H | (2,434) | (421) |
| Series I | (470) | (241) |
| Series T | (2,891) | (346) |
| | **(40,760)** | **41,378** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (25,851) | 27,340 |
| Series E | (1,572) | 2,230 |
| Series F | 217 | 4,350 |
| Series FI | (8,674) | 3,859 |
| Series H | (1,677) | 4,419 |
| Series I | (411) | (50) |
| Series T | (1,227) | 5,274 |
| | **(39,195)** | **47,422** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 52,151 | 96,966 |
| Series E | 4,459 | 7,533 |
| Series F | 11,361 | 13,799 |
| Series FI | n/a | 11,376 |
| Series H | 5,266 | 8,177 |
| Series I | 2,148 | 3,111 |
| Series T | 13,362 | 10,873 |
| | **88,747** | **151,835** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 1,993 | 6,240 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,458) | (2,150) |
| Unrealized foreign currency translation (gain) loss | (2) | (949) |
| Change in unrealized (gain) loss on non-derivative financial assets | 869 | (6,778) |
| Change in unrealized (gain) loss on currency forward contracts | 142 | 1,432 |
| Change in unrealized (gain) loss on futures contracts | (474) | (13) |
| Purchases of portfolio investments | (7,179) | (48,601) |
| Proceeds from sale of portfolio investments | 40,676 | 27,515 |
| Margin deposited on derivatives | (446) | (68) |
| Accrued investment income and other | 59 | (97) |
| Accrued expenses and other payables | (67) | 81 |
| **Net cash provided by (used in) operating activities** | **32,113** | **(23,388)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | (849) | 51,900 |
| Amounts paid on redemption of redeemable shares | (39,778) | (10,942) |
| Distributions to shareholders of redeemable shares | (287) | (84) |
| **Net cash provided by (used in) financing activities** | **(40,914)** | **40,874** |
| Unrealized foreign currency translation gain (loss) | 2 | 949 |
| Net increase (decrease) in cash | (8,799) | 18,435 |
| Cash (bank overdraft), beginning of period | 8,770 | 15,403 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(29)** | **33,838** |
| Interest received[1] | 598 | 471 |
| Dividends received, net of withholding taxes[1] | 441 | 363 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip U.S. Balanced Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (37.1%)** | | | | |
| **Canadian Bonds and Debentures (1.4%)** | | | | |
| **Corporate (1.4%)** | | | | |
| Canadian National Railway Company, 2.85% Sep. 15 21 | USD | 90 | 122 | 123 |
| Canadian Natural Resources Limited, 3.90% Nov. 01 24 | USD | 90 | 109 | 121 |
| Fortis Inc., 2.10% Sep. 04 21 | USD | 310 | 399 | 403 |
| Royal Bank of Canada, 2.15% Mar. 06 20 | USD | 170 | 209 | 227 |
| Suncor Energy Inc., 6.10% Jun. 01 18 | USD | 80 | 108 | 114 |
| Toronto-Dominion Bank (The), 2.25% Nov. 05 19 | USD | 170 | 210 | 230 |
| | | | **1,157** | **1,218** |
| **Foreign Bonds and Debentures (35.7%)** | | | | |
| **France (0.5%)** | | | | |
| Pernod Ricard SA, 4.45% Jan. 15 22 | USD | 295 | 371 | 421 |
| Pernod Ricard SA, 4.25% Jul. 15 22 | USD | 30 | 33 | 42 |
| | | | **404** | **463** |
| **United Kingdom (0.6%)** | | | | |
| Heathrow Funding Limited, 4.875% Jul. 15 21 | USD | 368 | **514** | **528** |
| **United States (34.6%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 407 | 511 | 538 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 435 | 540 | 586 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 156 | 189 | 215 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 152 | 207 | 208 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 191 | 260 | 280 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 64 | 92 | 95 |
| Boston Properties Limited Partnership, 4.125% May 15 21 | USD | 111 | 151 | 158 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 254 | 494 | 462 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 146 | 220 | 213 |
| Crown Castle Towers LLC, 3.222% May 15 21, Class C-2022 | USD | 260 | 324 | 355 |
| Federal Realty Investment Trust, 3.95% Oct. 15 23 | USD | 217 | 274 | 303 |
| JPMorgan Chase & Co., 2.25% Dec. 23 19 | USD | 560 | 696 | 750 |
| Kimco Realty Corporation, 6.875% Oct. 01 19 | USD | 115 | 150 | 173 |
| Kimco Realty Corporation, 3.20% Mar. 01 21 | USD | 298 | 367 | 407 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 679 | 903 | 934 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 173 | 268 | 265 |
| Simon Property Group, L.P., 2.75% Dec. 01 22 | USD | 288 | 319 | 382 |
| Simon Property Group, L.P., 3.375% Oct. 01 24 | USD | 24 | 30 | 33 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 330 | 418 | 458 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 461 | 666 | 668 |
| United States Treasury, 2.50% Jun. 30 17 | USD | 200 | 237 | 271 |
| United States Treasury, 0.625% Sep. 30 17 | USD | 450 | 463 | 603 |
| United States Treasury, 2.375% May 31 18 | USD | 215 | 281 | 294 |
| United States Treasury, 1.625% Dec. 31 19 | USD | 200 | 248 | 270 |
| United States Treasury, 1.75% Oct. 31 20 | USD | 245 | 329 | 330 |
| United States Treasury, 1.125% Feb. 28 21 | USD | 630 | 836 | 823 |
| United States Treasury, 1.25% Mar. 31 21 | USD | 1,475 | 1,909 | 1,935 |
| United States Treasury, 2.125% Dec. 31 21 | USD | 1,266 | 1,646 | 1,715 |
| United States Treasury, 2.00% Feb. 15 22 | USD | 810 | 972 | 1,089 |
| United States Treasury, 2.125% Jun. 30 22 | USD | 875 | 1,146 | 1,179 |
| United States Treasury, 1.625% Nov. 15 22 | USD | 1,600 | 1,838 | 2,091 |
| United States Treasury, 2.00% Nov. 30 22 | USD | 1,250 | 1,736 | 1,667 |
| United States Treasury, 2.125% Nov. 30 23 | USD | 150 | 197 | 200 |
| United States Treasury, 1.625% Feb. 15 26 | USD | 5,065 | 6,501 | 6,356 |
| United States Treasury, 2.00% Nov. 15 26 | USD | 98 | 125 | 127 |
| United States Treasury, 2.50% Feb. 15 46 | USD | 635 | 849 | 758 |
| UnitedHealth Group Incorporated, 2.30% Dec. 15 19 | USD | 418 | 543 | 566 |
| UnitedHealth Group Incorporated, 3.375% Aug. 15 21 | USD | 120 | 150 | 167 |
| Ventas Realty, Limited Partnership/Ventas Capital Corporation, 2.70% Jan. 01 20 | USD | 499 | 596 | 675 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 255 | 380 | 367 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 23 | 32 | 34 |
| Walt Disney Company (The), 2.30% Feb. 12 21 | USD | 250 | 349 | 338 |
| Walt Disney Company (The), 2.75% Aug. 16 21 | USD | 358 | 472 | 490 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 118 | 160 | 161 |
| Wells Fargo & Company, 2.125% Apr. 22 19, Series "L" | USD | 356 | 449 | 480 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 150 | 202 | 194 |
| | | | **29,725** | **30,663** |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (58.1%)** | | | |
| **Canada (2.3%)** | | | |
| Canadian National Railway Company | 22,700 | **1,847** | **2,051** |
| **United Kingdom (0.6%)** | | | |
| Nielsen Holdings PLC | 9,300 | **654** | **524** |
| **United States (55.2%)** | | | |
| Alphabet Inc., Class "C" | 3,110 | 1,894 | 3,226 |
| Apple Inc. | 8,870 | 1,300 | 1,380 |
| AutoZone, Inc. | 1,200 | 1,257 | 1,274 |
| Berkshire Hathaway Inc., Class "B" | 14,720 | 2,706 | 3,222 |
| Church & Dwight Co., Inc. | 24,360 | 1,486 | 1,445 |
| Constellation Brands, Inc., Class "A" | 7,430 | 1,477 | 1,530 |
| Costco Wholesale Corporation | 6,420 | 956 | 1,380 |
| Danaher Corporation | 14,770 | 1,007 | 1,545 |
| Ecolab Inc. | 8,650 | 1,018 | 1,361 |
| Estee Lauder Companies Inc. (The), Class "A" | 12,270 | 1,233 | 1,260 |
| Fortive Corporation | 14,235 | 807 | 1,026 |
| Gilead Sciences, Inc. | 9,400 | 1,143 | 904 |
| Home Depot, Inc. (The) | 13,020 | 2,354 | 2,345 |
| Johnson & Johnson | 16,600 | 2,374 | 2,569 |
| L Brands, Inc. | 5,640 | 749 | 499 |
| Lockheed Martin Corporation | 2,900 | 989 | 974 |
| MasterCard Incorporated, Class "A" | 12,370 | 1,633 | 1,716 |
| Microsoft Corporation | 32,650 | 1,296 | 2,724 |
| Molson Coors Brewing Company, Class "B" | 4,890 | 615 | 639 |
| NIKE, Inc., Class "B" | 13,440 | 1,193 | 917 |
| Oracle Corporation | 12,100 | 654 | 625 |
| Progressive Corporation (The) | 35,200 | 1,586 | 1,679 |
| Republic Services, Inc. | 13,900 | 902 | 1,065 |
| Sherwin-Williams Company (The) | 4,770 | 1,738 | 1,723 |
| Starbucks Corporation | 24,680 | 1,509 | 1,840 |
| Union Pacific Corporation | 20,670 | 1,935 | 2,879 |
| Verizon Communications Inc. | 9,600 | 658 | 688 |
| Visa Inc., Class "A" | 19,040 | 1,208 | 1,998 |
| Walt Disney Company (The) | 9,680 | 982 | 1,355 |
| Watsco, Inc. | 5,000 | 932 | 994 |
| Wells Fargo & Company | 29,350 | 2,073 | 2,170 |
| | | **41,664** | **48,952** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.2%)** | | **75,965** | **84,399** |
| **TRANSACTION COSTS (0.0%)** | | **(18)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.2%)** | | **75,947** | **84,399** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **76** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.0%)** | | | |
| Canadian | | (185) | (185) |
| Foreign | | 154 | 156 |
| | | **(31)** | **(29)** |
| **OTHER NET ASSETS (LIABILITIES) (4.8%)** | | | **4,301** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **88,747** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip U.S. Balanced Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD 4,042 | (USD) (3,000) | 0.742 | 0.745 | 15 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 19,134 | (USD) (14,200) | 0.742 | 0.745 | 70 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 500 | (CAD) (656) | 1.312 | 1.342 | 15 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 300 | (CAD) (393) | 1.311 | 1.342 | 10 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 400 | (CAD) (524) | 1.310 | 1.342 | 13 |
| Bank of Montreal | A-1 | 19-Jan-17 | USD 500 | (CAD) (669) | 1.338 | 1.342 | 2 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 500 | (CAD) (669) | 1.339 | 1.342 | 2 |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | USD 700 | (CAD) (936) | 1.337 | 1.342 | 4 |
| | | | | | | | **131** |

***Unrealized Gain on Currency Forward Contracts – Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 74 | (USD) (55) | 0.744 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 52 | (CAD) (70) | 1.339 | 1.342 | – |
| | | | | | | | – |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **131** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 14,312 | (USD) (10,700) | 0.748 | 0.745 | (46) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 3,743 | (USD) (2,800) | 0.748 | 0.745 | (14) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 1,300 | (CAD) (1,759) | 1.353 | 1.342 | (14) |
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | USD 1,800 | (CAD) (2,418) | 1.344 | 1.342 | (2) |
| | | | | | | | **(76)** |

***Unrealized Loss on Currency Forward Contracts – Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 113 | (USD) (85) | 0.750 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 205 | (USD) (153) | 0.746 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 83 | (USD) (62) | 0.752 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 63 | (USD) (48) | 0.762 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 4,383 | (CAD) (5,902) | 1.347 | 1.342 | (18) |
| | | | | | | | **(21)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(97)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series H.

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| United States Treasury 10 Year Bond Futures, Mar. 17 | (27) | USD | 125.0234 | 22-Mar-17 | (4,534) | (4,506) | 28 |
| United States Treasury 2 Year Bond Futures, Mar. 17 | (11) | USD | 108.4688 | 31-Mar-17 | (3,204) | (3,200) | 4 |
| United States Treasury 5 Year Bond Futures, Mar. 17 | (12) | USD | 118.2344 | 31-Mar-17 | (1,905) | (1,896) | 9 |
| United States Treasury Ultra 10-Year Treasury Note Futures, Mar. 17 | (1) | USD | 134.6876 | 22-Mar-17 | (181) | (180) | 1 |
| | | | | | **(9,824)** | **(9,782)** | **42** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Blue Chip U.S. Balanced Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to maximize returns and provide long-term capital growth consistent with preserving capital and providing income by investing primarily in a full range of U.S. equity and fixed income securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 916 | 496 |
| 1-3 years | 2,887 | 7,406 |
| 3-5 years | 9,461 | 18,549 |
| 5-10 years | 18,324 | 22,524 |
| > 10 years | 1,326 | 1,829 |
| | **32,914** | **50,804** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $444,000 or approximately 0.5% (June 30, 2016 – $648,000 or approximately 0.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 87,578 | (33,152) | 54,426 | 61.3 |
| | **87,578** | **(33,152)** | **54,426** | **61.3** |

**Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 5,266 | (5,413) | (147) | (0.2) |
| | **5,266** | **(5,413)** | **(147)** | **(0.2)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 116,962 | (51,366) | 65,596 | 51.3 |
| | **116,962** | **(51,366)** | **65,596** | **51.3** |

**Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 6,943 | (6,925) | 18 | 0.0 |
| | **6,943** | **(6,925)** | **18** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $5,428,000 or approximately 6.1% (June 30, 2016 – $6,562,000 or approximately 5.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 58.1% (June 30, 2016 – 52.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $5,153,000 (June 30, 2016 – $6,667,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

# Dynamic Blue Chip U.S. Balanced Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 59.9 | 22.3 | 68.5 | 27.4 |
| AA | 1.4 | 0.5 | 0.9 | 0.4 |
| A | 27.8 | 10.3 | 23.2 | 9.3 |
| BBB | 10.9 | 4.0 | 7.4 | 3.0 |
| | **100.0** | **37.1** | **100.0** | **40.1** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **37.1** | **40.1** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 1.4 | 0.6 |
| **Foreign Bonds and Debentures** | | |
| France | 0.5 | 0.4 |
| United Kingdom | 0.6 | 0.7 |
| United States | 34.6 | 38.4 |
| **EQUITIES** | **58.1** | **52.1** |
| Canada | 2.3 | 1.1 |
| United Kingdom | 0.6 | 0.5 |
| United States | 55.2 | 50.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.0** | **6.9** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 51,527 | – | – | 51,527 |
| Bonds and debentures | – | 32,872 | – | 32,872 |
| Unrealized gain on currency forward contracts | – | 131 | – | 131 |
| Unrealized gain on futures contracts | 42 | – | – | 42 |
| | **51,569** | **33,003** | **–** | **84,572** |
| Unrealized loss on currency forward contracts | – | (97) | – | (97) |
| | **51,569** | **32,906** | **–** | **84,475** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 66,674 | – | – | 66,674 |
| Bonds and debentures | – | 51,236 | – | 51,236 |
| Unrealized gain on currency forward contracts | – | 207 | – | 207 |
| | **66,674** | **51,443** | **–** | **118,117** |
| Unrealized loss on currency forward contracts | – | (31) | – | (31) |
| Unrealized loss on futures contracts | (432) | – | – | (432) |
| | **66,242** | **51,412** | **–** | **117,654** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 131 | (76) | – | 55 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **131** | **(76)** | **–** | **55** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 97 | (76) | – | 21 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **97** | **(76)** | **–** | **21** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 207 | (19) | – | 188 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **207** | **(19)** | **–** | **188** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 31 | (19) | – | 12 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **31** | **(19)** | **–** | **12** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 96,129 | 99,050 |
| Unrealized gain on currency forward contracts | 5 | 79 |
| Unrealized gain on swap contracts | 24 | – |
| Cash | 12,613 | 12,398 |
| Margin deposited on derivatives | 1,302 | 1,251 |
| Receivable for securities sold | 706 | 261 |
| Subscriptions receivable | 52 | 249 |
| Accrued investment income and other | 405 | 425 |
| | **111,236** | **113,713** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 160 | 165 |
| Payable for securities purchased | 421 | 939 |
| Redemptions payable | 162 | 220 |
| Accrued expenses | 18 | 20 |
| Distributions payable | 195 | – |
| Liability for written options | 34 | 47 |
| Unrealized loss on currency forward contracts | 35 | 241 |
| Unrealized loss on currency spot contracts | 1 | – |
| | **1,026** | **1,632** |
| **Net assets attributable to holders of redeemable shares** | **110,210** | **112,081** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 67,445 | 71,701 |
| Series E | 4,585 | 4,141 |
| Series F | 15,847 | 14,095 |
| Series I | 7,097 | 6,727 |
| Series T | 15,236 | 15,417 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 12.71 | 12.53 |
| Series E | 10.98 | 10.81 |
| Series F | 14.58 | 14.27 |
| Series I | 15.59 | 15.19 |
| Series T | 9.03 | 9.10 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 856 | 865 |
| Interest for distribution purposes | 896 | 1,159 |
| Net realized gain (loss) on non-derivative financial assets | 2,968 | 2,945 |
| Net realized gain (loss) on options contracts | 205 | 260 |
| Net realized gain (loss) on currency forward contracts | (484) | (401) |
| Net realized gain (loss) on futures contracts | – | (622) |
| Net realized gain (loss) on swap contracts | (174) | (195) |
| Change in unrealized gain (loss) on non-derivative financial assets | (513) | (2,099) |
| Change in unrealized gain (loss) on options contracts | 13 | 83 |
| Change in unrealized gain (loss) on currency forward contracts | 132 | (181) |
| Change in unrealized gain (loss) on swap contracts | 24 | – |
| Net gain (loss) on investments | **3,923** | **1,814** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 114 | 1,131 |
| Total income (loss), net | **4,038** | **2,945** |
| **EXPENSES** | | |
| Management fees (note 5) | 900 | 942 |
| Fixed administration fees (note 6) | 99 | 104 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 47 | 37 |
| Harmonized Sales Tax/Goods and Services Tax | 102 | 108 |
| Transaction costs | 34 | 41 |
| Total expenses | **1,183** | **1,233** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **1,183** | **1,232** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **2,855** | **1,713** |
| Income tax recovery (expense) | 3 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **2,858** | **1,713** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 1,687 | 1,100 |
| Series E | 110 | 30 |
| Series F | 445 | 235 |
| Series I | 242 | 132 |
| Series T | 374 | 216 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.30 | 0.19 |
| Series E | 0.26 | 0.12 |
| Series F | 0.43 | 0.32 |
| Series I | 0.54 | 0.37 |
| Series T | 0.22 | 0.15 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 5,545,907 | 6,008,976 |
| Series E | 423,690 | 247,486 |
| Series F | 1,038,597 | 745,991 |
| Series I | 445,463 | 364,783 |
| Series T | 1,697,032 | 1,475,782 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 71,701 | 83,211 |
| Series E | 4,141 | 1,920 |
| Series F | 14,095 | 10,255 |
| Series I | 6,727 | 5,306 |
| Series T | 15,417 | 14,874 |
| | **112,081** | **115,566** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 1,687 | 1,100 |
| Series E | 110 | 30 |
| Series F | 445 | 235 |
| Series I | 242 | 132 |
| Series T | 374 | 216 |
| | **2,858** | **1,713** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (104) | (194) |
| Series E | (9) | (10) |
| Series F | (24) | (30) |
| Series I | (11) | (13) |
| Series T | (46) | (54) |
| From net realized gains on investments | | |
| Series A | (595) | (664) |
| Series E | (33) | (16) |
| Series F | (114) | (77) |
| Series I | (53) | (37) |
| Series T | (231) | (194) |
| From return of capital | | |
| Series T | (214) | (227) |
| | **(1,434)** | **(1,516)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 4,219 | 4,135 |
| Series E | 1,673 | 1,722 |
| Series F | 3,530 | 4,480 |
| Series I | 344 | 1,550 |
| Series T | 1,602 | 1,344 |
| Reinvested distributions | | |
| Series A | 645 | 794 |
| Series E | 38 | 24 |
| Series F | 100 | 76 |
| Series I | 64 | 50 |
| Series T | 161 | 156 |
| Payments on redemption | | |
| Series A | (10,108) | (11,609) |
| Series E | (1,335) | (285) |
| Series F | (2,185) | (1,638) |
| Series I | (216) | (1,296) |
| Series T | (1,827) | (2,439) |
| | **(3,295)** | **(2,936)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (4,256) | (6,438) |
| Series E | 444 | 1,465 |
| Series F | 1,752 | 3,046 |
| Series I | 370 | 386 |
| Series T | (181) | (1,198) |
| | **(1,871)** | **(2,739)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 67,445 | 76,773 |
| Series E | 4,585 | 3,385 |
| Series F | 15,847 | 13,301 |
| Series I | 7,097 | 5,692 |
| Series T | 15,236 | 13,676 |
| | **110,210** | **112,827** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 2,858 | 1,713 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (2,968) | (2,945) |
| Net realized (gain) loss on options contracts | (205) | (260) |
| Unrealized foreign currency translation (gain) loss | 43 | (961) |
| Change in unrealized (gain) loss on non-derivative financial assets | 513 | 2,099 |
| Change in unrealized (gain) loss on options contracts | (13) | (83) |
| Change in unrealized (gain) loss on currency forward contracts | (132) | 181 |
| Change in unrealized (gain) loss on swap contracts | (24) | – |
| Other non-cash transactions | (272) | (166) |
| Purchases of portfolio investments | (29,170) | (35,641) |
| Proceeds from sale of portfolio investments | 34,061 | 33,367 |
| Margin deposited on derivatives | (51) | 126 |
| Accrued investment income and other | 20 | 65 |
| Accrued expenses and other payables | (7) | (9) |
| **Net cash provided by (used in) operating activities** | **4,653** | **(2,514)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 8,016 | 7,067 |
| Amounts paid on redemption of redeemable shares | (12,180) | (11,301) |
| Distributions to shareholders of redeemable shares | (231) | (217) |
| **Net cash provided by (used in) financing activities** | **(4,395)** | **(4,451)** |
| Unrealized foreign currency translation gain (loss) | (43) | 961 |
| Net increase (decrease) in cash | 215 | (6,004) |
| Cash (bank overdraft), beginning of period | 12,398 | 26,358 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **12,613** | **20,354** |
| Interest received[1] | 639 | 1,026 |
| Dividends received, net of withholding taxes[1] | 808 | 863 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (21.8%)** | | | | |
| **Canadian Bonds and Debentures (15.0%)** | | | | |
| **Corporate (15.0%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 127 | 140 | 134 |
| AltaGas Ltd., 4.55% Jan. 17 19 | | 359 | 369 | 379 |
| AltaLink, L.P., 3.621% Sep. 17 20 | | 200 | 216 | 214 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 265 | 294 | 288 |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | | 170 | 170 | 169 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 143 | 152 | 148 |
| Bank of Montreal, 1.88% Mar. 31 21 | | 332 | 332 | 332 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 237 | 256 | 251 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 47 | 47 | 46 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 113 | 112 | 113 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 239 | 245 | 243 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | | 12 | 12 | 12 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 80 | 84 | 83 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 69 | 69 | 69 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 174 | 174 | 175 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | | 222 | 227 | 236 |
| Bell Canada, 4.95% May 19 21, Series "M-24" | | 279 | 293 | 311 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | | 198 | 211 | 218 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | | 125 | 126 | 135 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 91 | 91 | 100 |
| Brookfield Asset Management Inc., 4.82% Oct. 28 25 | | 131 | 131 | 142 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | | 78 | 78 | 76 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | | 80 | 84 | 88 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | | 188 | 189 | 205 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 89 | 92 | 91 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 581 | 584 | 583 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 104 | 104 | 106 |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | | 203 | 203 | 207 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | | 81 | 82 | 82 |
| Canadian Natural Resources Limited, 3.55% Mar. 03 24 | | 364 | 363 | 368 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | | 13 | 14 | 14 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 113 | 113 | 113 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 546 | 575 | 589 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 111 | 121 | 120 |
| Enbridge Income Fund Holdings Inc., 3.94% Jan. 13 23 | | 265 | 264 | 282 |
| Enbridge Pipelines Inc., 3.79% May 17 23 | | 61 | 64 | 65 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | | 61 | 83 | 80 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 73 | 73 | 73 |
| First Capital Realty Inc., 4.79% Aug. 30 24, Series "R" | | 379 | 392 | 415 |
| Fortis Inc., 2.85% Oct. 12 23 | | 122 | 122 | 122 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 175 | 175 | 174 |
| Hydro One Inc., 1.62% Apr. 30 20 | | 233 | 232 | 233 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 75 | 75 | 75 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | | 162 | 170 | 179 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | | 78 | 79 | 83 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | | 834 | 835 | 885 |
| Maritimes & Northeast Pipeline LP, 4.34% Nov. 30 19 | | 231 | 232 | 236 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 269 | 272 | 279 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 61 | 61 | 62 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | | 113 | 118 | 118 |
| OMERS Realty Corporation, 1.823% Apr. 09 22, Series 8 | | 93 | 93 | 91 |
| OMERS Realty Corporation, 3.328% Nov. 12 24 | | 221 | 237 | 231 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | | 227 | 239 | 249 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 121 | 118 | 127 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 371 | 401 | 418 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 98 | 100 | 100 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 248 | 246 | 249 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 35 | 37 | 36 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 50 | 50 | 50 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 600 | 600 | 596 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | | 753 | 837 | 822 |
| Smart Real Estate Investment Trust, 3.73% Jul. 22 22, Series "M" | | 164 | 165 | 170 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | | 100 | 103 | 104 |
| Suncor Energy Inc., 5.80% May 22 18 | | 168 | 189 | 178 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 120 | 120 | 118 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 343 | 359 | 378 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 180 | 180 | 179 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 253 | 252 | 253 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 28 | 29 | 29 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 78 | 81 | 80 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 741 | 790 | 779 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 555 | 615 | 602 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 251 | 256 | 257 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 114 | 114 | 120 |
| Westcoast Energy Inc., 4.57% Jul. 02 20 | | 454 | 475 | 491 |
| Westcoast Energy Inc., 3.12% Dec. 05 22 | | 68 | 68 | 70 |
| | | | **16,354** | **16,578** |
| **Foreign Bonds and Debentures (6.8%)** | | | | |
| **France (0.3%)** | | | | |
| Pernod Ricard SA, 4.25% Jul. 15 22 | USD | 254 | **278** | **357** |
| **United Kingdom (0.3%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 203 | 211 | 209 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 170 | 169 | 173 |
| | | | **380** | **382** |
| **United States (6.2%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 113 | 140 | 149 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 276 | 354 | 372 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 192 | 253 | 265 |
| Anheuser Busch InBev Finance Inc., 2.65% Jan. 01 21 | USD | 94 | 125 | 127 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 70 | 102 | 96 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 324 | 359 | 480 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 313 | 451 | 569 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 308 | 468 | 448 |
| Federal Realty Investment Trust, 3.95% Oct. 15 23 | USD | 70 | 88 | 98 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 211 | 276 | 286 |
| JPMorgan Chase & Co., 2.55% Feb. 01 21 | USD | 239 | 321 | 320 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 63 | 89 | 87 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 465 | 600 | 640 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 45 | 58 | 62 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 185 | 284 | 284 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 211 | 242 | 293 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 60 | 80 | 82 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 154 | 222 | 223 |
| United States Treasury, 0.875% Mar. 31 18 | USD | 551 | 721 | 739 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 35 | 44 | 48 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 199 | 243 | 286 |
| Visa Inc., 2.80% Oct. 14 22 | USD | 73 | 98 | 99 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 317 | 415 | 419 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 45 | 60 | 61 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 252 | 316 | 325 |
| | | | **6,409** | **6,858** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (58.5%)** | | | |
| **Canadian Equities – Real Estate Investment Trusts (1.3%)** | | | |
| RioCan Real Estate Investment Trust | 20,826 | 508 | 555 |
| Smart Real Estate Investment Trust | 28,146 | 359 | 909 |
| | | **867** | **1,464** |
| **Foreign Equities – Real Estate Investment Trusts (1.8%)** | | | |
| American Tower Corporation | 8,200 | 1,117 | 1,164 |
| Equinix, Inc. | 600 | 273 | 288 |
| Weyerhaeuser Company | 13,000 | 527 | 525 |
| | | **1,917** | **1,977** |
| **Canada (23.5%)** | | | |
| Bank of Nova Scotia (The) | 18,000 | 1,189 | 1,346 |
| BCE Inc. | 28,900 | 1,232 | 1,677 |
| Brookfield Asset Management Inc., Class "A" | 20,700 | 744 | 917 |
| Canadian Imperial Bank of Commerce | 21,800 | 2,066 | 2,388 |
| Canadian Pacific Railway Limited | 5,700 | 1,041 | 1,092 |
| Enbridge Inc. | 15,500 | 542 | 876 |
| Fortis Inc. | 34,500 | 1,241 | 1,430 |
| Hydro One Limited | 46,134 | 998 | 1,088 |
| Innergex Renewable Energy Inc. | 78,900 | 628 | 1,107 |
| Keg Royalties Income Fund (The) | 50,800 | 659 | 1,072 |
| Loblaw Companies Limited | 26,500 | 1,703 | 1,877 |
| Pembina Pipeline Corporation | 29,400 | 876 | 1,234 |
| Pizza Pizza Royalty Corp. | 134,600 | 1,194 | 2,377 |
| Rogers Communications Inc., Class "B" | 22,000 | 980 | 1,139 |
| Royal Bank of Canada | 27,900 | 2,117 | 2,535 |
| Sun Life Financial Inc. | 10,700 | 430 | 552 |
| Toronto-Dominion Bank (The) | 13,200 | 825 | 874 |
| TransCanada Corporation | 29,000 | 1,231 | 1,756 |
| Waste Connections, Inc. | 5,745 | 566 | 606 |
| | | **20,262** | **25,943** |
| **Germany (1.7%)** | | | |
| Bayer Aktiengesellschaft | 8,300 | 1,102 | 1,166 |
| SAP SE | 5,700 | 558 | 671 |
| | | **1,660** | **1,837** |
| **Ireland (1.1%)** | | | |
| Allergan PLC | 4,300 | **1,118** | **1,214** |
| **United Kingdom (1.6%)** | | | |
| National Grid PLC | 72,000 | 1,202 | 1,132 |
| Prudential PLC | 22,792 | 610 | 611 |
| | | **1,812** | **1,743** |
| **United States (27.5%)** | | | |
| Apple Inc. | 9,700 | 1,401 | 1,509 |
| Becton, Dickinson and Company | 2,600 | 479 | 578 |
| Broadcom Limited | 2,600 | 572 | 617 |
| Comcast Corporation, Class "A" | 12,700 | 333 | 1,179 |
| Costco Wholesale Corporation | 7,098 | 1,428 | 1,526 |
| CVS Health Corporation | 9,267 | 1,205 | 982 |
| Fidelity National Information Services, Inc. | 11,700 | 1,103 | 1,188 |
| Home Depot, Inc. (The) | 9,569 | 1,307 | 1,723 |
| Honeywell International Inc. | 11,700 | 1,199 | 1,820 |
| Hormel Foods Corporation | 24,000 | 1,158 | 1,122 |
| Johnson & Johnson | 3,500 | 563 | 542 |
| JPMorgan Chase & Co. | 21,600 | 1,688 | 2,504 |
| **EQUITIES (58.5%) (cont'd)** | | | |
| **United States (27.5%) (cont'd)** | | | |
| MasterCard Incorporated, Class "A" | 4,800 | 573 | 666 |
| Medtronic PLC | 10,000 | 931 | 957 |
| Merck & Co., Inc. | 7,000 | 576 | 553 |
| Microsoft Corporation | 20,700 | 1,393 | 1,727 |
| NextEra Energy, Inc. | 6,900 | 971 | 1,107 |
| NIKE, Inc., Class "B" | 17,100 | 971 | 1,167 |
| Oracle Corporation | 11,000 | 569 | 568 |
| Pfizer Inc. | 41,900 | 1,876 | 1,828 |
| PPG Industries, Inc. | 3,300 | 447 | 420 |
| Schlumberger Limited | 5,300 | 569 | 597 |
| Sherwin-Williams Company (The) | 1,600 | 571 | 578 |
| TJX Companies, Inc. (The) | 14,000 | 1,320 | 1,413 |
| United Technologies Corporation | 4,300 | 582 | 634 |
| Verizon Communications Inc. | 23,400 | 1,357 | 1,678 |
| Visa Inc., Class "A" | 10,618 | 1,041 | 1,114 |
| | | **26,183** | **30,297** |
| **INVESTMENTS IN UNDERLYING FUNDS (6.8%)** | | | |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 520,463 | 5,493 | 5,262 |
| Dynamic Premium Yield Fund, Series "O" | 211,284 | 2,428 | 2,217 |
| | | **7,921** | **7,479** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (87.1%)** | | **85,161** | **96,129** |
| **TRANSACTION COSTS (0.0%)** | | **(27)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (87.1%)** | | **85,134** | **96,129** |
| **WRITTEN OPTIONS (0.0%)** | | **–** | **(34)** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(6)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (11.4%)** | | | |
| Canadian | | 4,138 | 4,138 |
| Foreign | | 8,505 | 8,475 |
| | | **12,643** | **12,613** |
| **OTHER NET ASSETS (LIABILITIES) (1.5%)** | | | **1,508** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **110,210** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Written Options

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| Canadian Natural Resources Limited, 42.50 Put, Jan. 06 17 | Put | (130) | (13,000) | 6-Jan-17 | 42.50 | CAD | (5) | (5) |
| TransCanada Corporation, 59.00 Put, Jan. 06 17 | Put | (84) | (8,400) | 6-Jan-17 | 59.00 | CAD | (4) | (1) |
| Halliburton Company, 50.50 Put, Jan. 13 17 | Put | (83) | (8,300) | 13-Jan-17 | 50.50 | USD | (5) | (2) |
| Allergan PLC, 182.50 Put, Jan. 20 17 | Put | (11) | (1,100) | 20-Jan-17 | 182.50 | USD | (3) | (1) |
| Equinix, Inc., 330.00 Put, Jan. 20 17 | Put | (9) | (900) | 20-Jan-17 | 330.00 | USD | (5) | (2) |
| Texas Instruments Incorporated, 70.00 Put, Jan. 20 17 | Put | (60) | (6,000) | 20-Jan-17 | 70.00 | USD | (6) | (4) |
| Blackstone Group L.P. (The), 26.50 Put, Jan. 27 17 | Put | (166) | (16,600) | 27-Jan-17 | 26.50 | USD | (9) | (13) |
| Microsoft Corporation, 59.00 Put, Jan. 27 17 | Put | (60) | (6,000) | 27-Jan-17 | 59.00 | USD | (6) | (6) |
| | | | | | | | **(43)** | **(34)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Nova Scotia (The) | A-1 | 10-Mar-17 | CAD 88 | (GBP) (53) | 0.600 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 10-Mar-17 | CAD 701 | (GBP) (421) | 0.601 | 0.603 | 3 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 210 | (GBP) (126) | 0.601 | 0.603 | 1 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 33 | (GBP) (20) | 0.603 | 0.603 | – |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 116 | (GBP) (70) | 0.603 | 0.603 | – |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 200 | (GBP) (120) | 0.601 | 0.603 | 1 |
| | | | | | | | **5** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 10-Mar-17 | CAD 1,773 | (USD) (1,325) | 0.747 | 0.745 | (4) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 1,462 | (EUR) (1,041) | 0.712 | 0.704 | (18) |
| Citigroup Global Markets Limited | A-1 | 10-Mar-17 | CAD 1,773 | (USD) (1,325) | 0.747 | 0.745 | (4) |
| Bank of Montreal | A-1 | 10-Mar-17 | CAD 125 | (EUR) (89) | 0.712 | 0.704 | (1) |
| Bank of Montreal | A-1 | 10-Mar-17 | CAD 1,773 | (USD) (1,325) | 0.747 | 0.745 | (5) |
| Goldman Sachs International | A-1 | 10-Mar-17 | CAD 1,774 | (USD) (1,325) | 0.747 | 0.745 | (3) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 133 | (GBP) (80) | 0.604 | 0.603 | – |
| | | | | | | | **(35)** |

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|
| **Enterprise Products Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 1,200 | 26-Apr-17 | USD | 41,779 | 1.085 | 2 |
| 5,800 | 27-Apr-17 | USD | 201,934 | 1.085 | 9 |
| 9,200 | 28-Apr-17 | USD | 320,309 | 1.085 | 13 |
| | | | | | **24** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve moderate income through investment primarily in equity and fixed income securities of Canadian companies.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | 2,067 |
| 1-3 years | 4,281 | 3,535 |
| 3-5 years | 7,940 | 9,438 |
| 5-10 years | 11,357 | 10,857 |
| > 10 years | 597 | 4,101 |
| | **24,175** | **29,998** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $264,000 or approximately 0.2% (June 30, 2016 – $462,000 or approximately 0.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 54,664 | (7,110) | 47,554 | 43.1 |
| Euro | 1,846 | (1,606) | 240 | 0.2 |
| Pound Sterling | 1,650 | (1,476) | 174 | 0.2 |
| | **58,160** | **(10,192)** | **47,968** | **43.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 43,811 | (17,861) | 25,950 | 23.2 |
| Euro | 1,681 | (1,407) | 274 | 0.2 |
| Pound Sterling | 1,170 | (915) | 255 | 0.2 |
| | **46,662** | **(20,183)** | **26,479** | **23.6** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $4,797,000 or approximately 4.4% (June 30, 2016 – $2,648,000 or approximately 2.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 65.3% (June 30, 2016 – 61.6%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $7,194,000 (June 30, 2016 – $6,901,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | – | – | 6.9 | 1.8 |
| AAA | 3.1 | 0.7 | 15.8 | 4.2 |
| AA | 16.0 | 3.5 | 11.4 | 3.0 |
| A | 42.0 | 9.0 | 34.8 | 9.5 |
| BBB | 38.6 | 8.5 | 30.8 | 8.2 |
| Unrated | 0.3 | 0.1 | 0.3 | 0.1 |
| | **100.0** | **21.8** | **100.0** | **26.8** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **21.8** | **24.8** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 15.0 | 14.5 |
| **Foreign Bonds and Debentures** | | |
| France | 0.3 | 0.3 |
| United Kingdom | 0.3 | 0.4 |
| United States | 6.2 | 9.6 |
| **EQUITIES** | **58.5** | **52.6** |
| Canadian Equities – Real Estate Investment Trusts | 1.3 | 1.8 |
| Foreign Equities – Real Estate Investment Trusts | 1.8 | 0.5 |
| Canada | 23.5 | 22.9 |
| Germany | 1.7 | 0.5 |
| Ireland | 1.1 | – |
| Spain | – | 1.0 |
| United Kingdom | 1.6 | 1.0 |
| United States | 27.5 | 24.9 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **6.8** | **9.0** |
| **PURCHASED OPTIONS** | **–** | **0.0** |
| **WRITTEN OPTIONS** | **0.0** | **0.0** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **11.4** | **12.9** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 60,895 | 3,580 | – | 64,475 |
| Bonds and debentures | – | 24,175 | – | 24,175 |
| Underlying funds | 7,479 | – | – | 7,479 |
| Unrealized gain on currency forward contracts | – | 5 | – | 5 |
| Unrealized gain on swap contracts | – | 24 | – | 24 |
| | **68,374** | **27,784** | **–** | **96,158** |
| Liability for written options | (34) | – | – | (34) |
| Unrealized loss on currency forward contracts | – | (35) | – | (35) |
| Unrealized loss on currency spot contracts | – | (1) | – | (1) |
| | **68,340** | **27,748** | **–** | **96,088** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 56,183 | 2,812 | – | 58,995 |
| Bonds and debentures | – | 27,931 | – | 27,931 |
| Underlying funds | 10,057 | – | – | 10,057 |
| Money market instruments | – | 2,067 | – | 2,067 |
| Unrealized gain on currency forward contracts | – | 79 | – | 79 |
| | **66,240** | **32,889** | **–** | **99,129** |
| Liability for written options | (47) | – | – | (47) |
| Unrealized loss on currency forward contracts | – | (241) | – | (241) |
| | **66,193** | **32,648** | **–** | **98,841** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 5 | (2) | – | 3 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 24 | – | – | 24 |
| | **29** | **(2)** | **–** | **27** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 35 | (2) | – | 33 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **35** | **(2)** | **–** | **33** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 79 | (61) | – | 18 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **79** | **(61)** | **–** | **18** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 241 | (61) | – | 180 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **241** | **(61)** | **–** | **180** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 5,262 | 0.2 |
| Dynamic Premium Yield Fund, Series "O" | 2,217 | 0.2 |
| | **7,479** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 5,512 | 0.4 |
| Dynamic Premium Yield Fund, Series "O" | 4,545 | 0.3 |
| | **10,057** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Income Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Preferred Yield Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 572,348 | 445,897 |
| Purchased options | 342 | 2 |
| Unrealized gain on currency forward contracts | 239 | 256 |
| Cash | 10,965 | 22,137 |
| Margin deposited on derivatives | 1,210 | 1,264 |
| Receivable for securities sold | 4,929 | – |
| Subscriptions receivable | 1,645 | 2,551 |
| Accrued investment income and other | 2,235 | 1,346 |
| | **593,913** | **473,453** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 466 | 382 |
| Payable for securities purchased | 3,165 | 1,853 |
| Redemptions payable | 1,006 | 1,590 |
| Accrued expenses | 62 | 48 |
| Distributions payable | 1,351 | – |
| Unrealized loss on currency forward contracts | 1,341 | 1,211 |
| Unrealized loss on futures contracts | – | 824 |
| | **7,391** | **5,908** |
| **Net assets attributable to holders of redeemable shares** | **586,522** | **467,545** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 146,004 | 131,510 |
| Series E | 36,525 | 31,698 |
| Series F | 380,638 | 163,643 |
| Series FH (in equivalent CAD) | 8,647 | 4,114 |
| Series FI | n/a | 126,484 |
| Series H (in equivalent CAD) | 4,018 | 2,654 |
| Series I | 4,650 | 1,975 |
| Series O | 6,040 | 5,467 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES – USD** | | |
| Series FH | 6,440 | 3,163 |
| Series H | 2,993 | 2,040 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 8.72 | 8.03 |
| Series E | 8.73 | 8.04 |
| Series F | 8.76 | 8.05 |
| Series FH (in equivalent CAD) | 12.21 | 10.81 |
| Series FI | n/a | 8.08 |
| Series H (in equivalent CAD) | 12.07 | 10.74 |
| Series I | 8.82 | 8.10 |
| Series O | 9.60 | 8.83 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series FH | 9.09 | 8.31 |
| Series H | 8.99 | 8.26 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 10,539 | 5,803 |
| Interest for distribution purposes | 2,445 | 2,098 |
| Net realized gain (loss) on non-derivative financial assets | 4,196 | 4,138 |
| Net realized gain (loss) on options contracts | (5) | – |
| Net realized gain (loss) on currency forward contracts | (3,083) | (6,958) |
| Net realized gain (loss) on futures contracts | (218) | (17) |
| Change in unrealized gain (loss) on non-derivative financial assets | 45,579 | 1,069 |
| Change in unrealized gain (loss) on options contracts | 193 | 681 |
| Change in unrealized gain (loss) on currency forward contracts | (147) | (2,281) |
| Change in unrealized gain (loss) on currency spot contracts | – | (1) |
| Change in unrealized gain (loss) on futures contracts | 824 | (93) |
| Net gain (loss) on investments | **60,323** | **4,439** |
| Net realized and unrealized foreign currency translation gain (loss) | 611 | 670 |
| Total income (loss), net | **60,934** | **5,109** |
| **EXPENSES** | | |
| Management fees (note 5) | 2,257 | 1,418 |
| Fixed administration fees (note 6) | 294 | 214 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 5 | – |
| Foreign withholding taxes/tax reclaims | 194 | 356 |
| Other fund costs | 12 | – |
| Harmonized Sales Tax/Goods and Services Tax | 340 | 205 |
| Transaction costs | 129 | 293 |
| Total expenses | **3,232** | **2,487** |
| Expenses absorbed by the Manager | (3) | (29) |
| Net expenses | **3,229** | **2,458** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **57,705** | **2,651** |
| Income tax recovery (expense) | 1 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **57,706** | **2,651** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 14,810 | (823) |
| Series E | 3,667 | (194) |
| Series F | 28,719 | 650 |
| Series FH (in equivalent CAD) | 945 | 260 |
| Series FI | 8,120 | 2,690 |
| Series H (in equivalent CAD) | 445 | 165 |
| Series I | 329 | 13 |
| Series O | 671 | (110) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 716 | 196 |
| Series H | 337 | 125 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.90 | (0.06) |
| Series E | 0.91 | (0.06) |
| Series F | 0.98 | 0.06 |
| Series FH (in equivalent CAD) | 1.67 | 1.01 |
| Series FI | 0.74 | 0.34 |
| Series H (in equivalent CAD) | 1.68 | 0.97 |
| Series I | 1.15 | 0.12 |
| Series O | 1.07 | (0.17) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE – USD†** | | |
| Series FH | 1.27 | 0.76 |
| Series H | 1.27 | 0.73 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 16,401,504 | 11,736,799 |
| Series E | 4,044,588 | 2,984,795 |
| Series F | 29,406,701 | 10,168,241 |
| Series FH | 566,313 | 255,856 |
| Series FI | 11,038,485 | 8,125,256 |
| Series H | 264,902 | 170,515 |
| Series I | 285,703 | 113,195 |
| Series O | 627,041 | 677,463 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Preferred Yield Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 131,510 | 101,443 |
| Series E | 31,698 | 26,363 |
| Series F | 163,643 | 86,301 |
| Series FH | 4,114 | 3,461 |
| Series FI | 126,484 | 41,409 |
| Series H | 2,654 | 1,971 |
| Series I | 1,975 | 326 |
| Series O | 5,467 | 6,914 |
| | **467,545** | **268,188** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 14,810 | (823) |
| Series E | 3,667 | (194) |
| Series F | 28,719 | 650 |
| Series FH | 945 | 260 |
| Series FI | 8,120 | 2,690 |
| Series H | 445 | 165 |
| Series I | 329 | 13 |
| Series O | 671 | (110) |
| | **57,706** | **2,651** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (3,044) | (1,429) |
| Series E | (747) | (365) |
| Series F | (5,917) | (1,286) |
| Series FH | (143) | (48) |
| Series FI | (1,518) | (1,056) |
| Series H | (75) | (29) |
| Series I | (51) | (14) |
| Series O | (123) | (215) |
| From net realized gains on investments | | |
| Series A | – | (750) |
| Series E | – | (193) |
| Series F | – | (577) |
| Series FH | – | (15) |
| Series FI | – | (289) |
| Series H | – | (14) |
| Series I | – | (1) |
| From return of capital | | |
| Series A | (299) | (314) |
| Series E | (123) | (103) |
| Series F | (1,682) | (597) |
| Series FH | (18) | (12) |
| Series FI | (431) | (636) |
| Series H | (4) | (2) |
| Series I | (27) | (20) |
| Series O | (65) | (83) |
| | **(14,267)** | **(8,048)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 21,197 | 46,079 |
| Series E | 6,487 | 13,928 |
| Series F | 212,616 | 76,991 |
| Series FH | 4,144 | 414 |
| Series FI | 8,777 | 92,498 |
| Series H | 933 | 155 |
| Series I | 2,474 | 1,241 |
| Series O | 204 | 63 |
| Reinvested distributions | | |
| Series A | 2,354 | 1,720 |
| Series E | 649 | 474 |
| Series F | 5,140 | 1,629 |
| Series FH | 123 | 40 |
| Series FI | 1,023 | 1,289 |
| Series H | 70 | 38 |
| Series I | 71 | 29 |
| Series O | 188 | 298 |
| Payments on redemption | | |
| Series A | (20,524) | (21,051) |
| Series E | (5,106) | (6,480) |
| Series F | (21,881) | (37,127) |
| Series FH | (518) | (980) |
| Series FI | (142,455) | (13,905) |
| Series H | (5) | (126) |
| Series I | (121) | (94) |
| Series O | (302) | (653) |
| | **75,538** | **156,470** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 14,494 | 23,432 |
| Series E | 4,827 | 7,067 |
| Series F | 216,995 | 39,683 |
| Series FH | 4,533 | (341) |
| Series FI | (126,484) | 80,591 |
| Series H | 1,364 | 187 |
| Series I | 2,675 | 1,154 |
| Series O | 573 | (700) |
| | **118,977** | **151,073** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 146,004 | 124,875 |
| Series E | 36,525 | 33,430 |
| Series F | 380,638 | 125,984 |
| Series FH | 8,647 | 3,120 |
| Series FI | n/a | 122,000 |
| Series H | 4,018 | 2,158 |
| Series I | 4,650 | 1,480 |
| Series O | 6,040 | 6,214 |
| | **586,522** | **419,261** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 57,706 | 2,651 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (4,196) | (4,138) |
| Net realized (gain) loss on options contracts | 5 | – |
| Unrealized foreign currency translation (gain) loss | 160 | (601) |
| Change in unrealized (gain) loss on non-derivative financial assets | (45,579) | (1,069) |
| Change in unrealized (gain) loss on options contracts | (193) | (681) |
| Change in unrealized (gain) loss on currency forward contracts | 147 | 2,281 |
| Change in unrealized (gain) loss on currency spot contracts | – | 1 |
| Change in unrealized (gain) loss on futures contracts | (824) | 93 |
| Purchases of portfolio investments | (187,184) | (194,512) |
| Proceeds from sale of portfolio investments | 106,739 | 46,685 |
| Margin deposited on derivatives | 54 | (848) |
| Accrued investment income and other | (889) | (5) |
| Accrued expenses and other payables | 98 | 124 |
| **Net cash provided by (used in) operating activities** | **(73,956)** | **(150,019)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 43,746 | 217,412 |
| Amounts paid on redemption of redeemable shares | 22,496 | (69,906) |
| Distributions to shareholders of redeemable shares | (3,298) | (1,777) |
| **Net cash provided by (used in) financing activities** | **62,944** | **145,729** |
| Unrealized foreign currency translation gain (loss) | (160) | 601 |
| Net increase (decrease) in cash | (11,172) | (3,689) |
| Cash (bank overdraft), beginning of period | 22,137 | 17,837 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **10,965** | **14,148** |
| Interest paid[1] | 5 | – |
| Interest received[1] | 2,505 | 2,292 |
| Dividends received, net of withholding taxes[1] | 9,330 | 5,191 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Preferred Yield Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (6.7%)** | | | | |
| **Canadian Bonds and Debentures (4.7%)** | | | | |
| **Federal (2.8%)** | | | | |
| Government of Canada, 1.50% Feb. 01 17 | | 11,450 | 11,497 | 11,458 |
| Government of Canada, 0.25% May 01 17 | | 5,000 | 4,995 | 4,995 |
| | | | **16,492** | **16,453** |
| **Corporate (1.9%)** | | | | |
| TransCanada PipeLines Limited, 6.35% May 15 17 | USD | 9,878 | **8,981** | **11,144** |
| **Foreign Bonds and Debentures (2.0%)** | | | | |
| **United States (2.0%)** | | | | |
| Chubb Corporation (The), 6.375% Apr. 15 17 | USD | 1,405 | 1,578 | 1,778 |
| ILFC E-Capital Trust II, 4.92% Jan. 30 17 | USD | 500 | 534 | 594 |
| Voya Financial, Inc., 5.65% May 15 23 | USD | 1,555 | 1,883 | 2,059 |
| Wells Fargo & Company, 5.90% Jun. 15 24 | USD | 5,500 | 7,443 | 7,431 |
| | | | **11,438** | **11,862** |
| **EQUITIES (90.8%)** | | | | |
| **Canadian Preferred Equities (82.0%)** | | | | |
| Algonquin Power & Utilities Corp., 4.50%, Series "A" | | 400 | 8 | 8 |
| Algonquin Power & Utilities Corp., 5.00%, Series "D" | | 8,500 | 158 | 193 |
| AltaGas Ltd., 5.00%, Redeemable, Series "A" | | 212,500 | 3,663 | 3,804 |
| AltaGas Ltd., 3.12%, Series "B" | | 5,600 | 92 | 95 |
| AltaGas Ltd., 4.40%, Series "C" | | 4,100 | 104 | 128 |
| AltaGas Ltd., 5.00%, Series "E" | | 31,000 | 673 | 732 |
| AltaGas Ltd., 4.75%, Redeemable, Series "G" | | 46,700 | 1,064 | 1,039 |
| AltaGas Ltd., 5.25%, Series "I" | | 1,200 | 30 | 31 |
| Bank of Montreal, 2.601%, Non-Cumulative, Class "B", Series 17 | | 6,000 | 135 | 140 |
| Bank of Montreal, 3.90%, Non-Cumulative, Class "B", Series 25 | | 12,100 | 240 | 252 |
| Bank of Montreal, 4.00%, Non-Cumulative, Class "B", Series 27 | | 187,300 | 3,268 | 3,789 |
| Bank of Montreal, 3.90%, Non-Cumulative, Class "B", Series 29 | | 90,050 | 1,622 | 1,755 |
| Bank of Montreal, 3.80%, Non-Cumulative, Class "B", Series 31 | | 111,200 | 2,158 | 2,166 |
| Bank of Montreal, 3.80%, Non-Cumulative, Class "B", Series 33 | | 18,100 | 379 | 400 |
| Bank of Montreal, 5.00%, Non-Cumulative, Class "B", Series 35 | | 25,400 | 580 | 626 |
| Bank of Montreal, 4.85%, Non-Cumulative, Class "B", Series 38 | | 601,400 | 15,039 | 15,522 |
| Bank of Nova Scotia (The), 3.35%, Non-Cumulative, Series 18 | | 1,200 | 29 | 30 |
| Bank of Nova Scotia (The), 2.512%, Non-Cumulative, Series 19 | | 6,100 | 141 | 146 |
| Bank of Nova Scotia (The), 5.00%, Non-Cumulative, Series 20 | | 5,900 | 145 | 145 |
| Bank of Nova Scotia (The), 2.686%, Non-Cumulative, Series 21 | | 25,200 | 568 | 584 |
| Bank of Nova Scotia (The), 2.50%, Non-Cumulative, Series 23 | | 44,100 | 1,007 | 1,030 |
| Bank of Nova Scotia (The), 1.82%, Non-Cumulative, Series 30 | | 25,800 | 499 | 552 |
| Bank of Nova Scotia (The), 1.462%, Non-Cumulative, Series 31 | | 18,600 | 354 | 376 |
| Bank of Nova Scotia (The), 3.70%, Non-Cumulative, Series 32 | | 72,600 | 1,462 | 1,522 |
| BCE Inc., 5.45% First Preferred, Series "AA" | | 99,010 | 1,779 | 1,538 |
| BCE Inc., 4.60%, First Preferred, Series "AC" | | 207,500 | 3,641 | 3,220 |
| BCE Inc., variable, Series "AD" | | 2,850 | 36 | 44 |
| BCE Inc., 4.541%, Series "AF" | | 84,500 | 1,447 | 1,268 |
| BCE Inc., 4.50%, First Preferred, Series "AG" | | 38,300 | 517 | 544 |
| BCE Inc., 2.70%, Series "AH" | | 68,150 | 1,024 | 1,037 |
| BCE Inc., 4.15%, First Preferred, Series "AI" | | 30,200 | 635 | 429 |
| BCE Inc., 4.15%, First Preferred, Series "AK" | | 887,700 | 12,929 | 13,537 |
| BCE Inc., 4.85%, First Preferred, Series "AM" | | 291,000 | 4,208 | 4,569 |
| BCE Inc., 4.55%, First Preferred, Series "AO" | | 7,700 | 173 | 170 |
| BCE Inc., 4.25%, First Preferred, Series "AQ" | | 114,000 | 2,503 | 2,420 |
| BCE Inc., 4.49%, First Preferred, Series "R" | | 5,000 | 87 | 88 |
| BCE Inc., 3.393%, First Preferred, Series "T" | | 12,500 | 184 | 186 |
| Brookfield Asset Management Inc., 1.89%, Class "A", Series 2 | | 32,500 | 343 | 366 |
| Brookfield Asset Management Inc., 1.89%, Class "A", Series 4 | | 15,300 | 160 | 171 |
| Brookfield Asset Management Inc., 1.89%, Class "A", Series 13 | | 154,400 | 1,632 | 1,723 |
| Brookfield Asset Management Inc., 4.75%, Class "A", Series 17 | | 40,300 | 823 | 860 |
| Brookfield Asset Management Inc., 4.75%, Class "A", Series 18 | | 32,700 | 655 | 699 |
| Brookfield Asset Management Inc., 4.50%, Class "A", Series 26 | | 205,920 | 3,805 | 3,564 |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (90.8%) (cont'd)** | | | |
| **Canadian Preferred Equities (82.0%) (cont'd)** | | | |
| Brookfield Asset Management Inc., 4.60%, Class "A", Series 28 | 144,500 | 2,492 | 2,198 |
| Brookfield Asset Management Inc., 4.80%, Class "A", Series 30 | 49,617 | 1,021 | 1,025 |
| Brookfield Asset Management Inc., 4.50%, Class "A", Series 32 | 113,800 | 2,347 | 2,436 |
| Brookfield Asset Management Inc., 4.20%, Class "A", Series 34 | 296,440 | 6,139 | 5,831 |
| Brookfield Asset Management Inc., 4.85%, Class "A", Series 36 | 307,400 | 6,257 | 6,609 |
| Brookfield Asset Management Inc., 4.90%, Class "A", Series 37 | 64,800 | 1,321 | 1,422 |
| Brookfield Asset Management Inc., 4.40%, Class "A", Series 38 | 166,700 | 3,554 | 3,452 |
| Brookfield Asset Management Inc., 4.50%, Class "A", Series 40 | 171,200 | 3,870 | 3,797 |
| Brookfield Asset Management Inc., 4.50%, Class "A", Series 42 | 66,900 | 1,441 | 1,499 |
| Brookfield Asset Management Inc., 4.80%, Class "A", Series 46 | 302,700 | 7,567 | 7,764 |
| Brookfield Asset Management Inc., 5.40% Class "A", Series 24, Restricted | 173,700 | 2,966 | 3,045 |
| Brookfield Infrastructure Partners L.P., 5.50%, Series 3 | 57,750 | 1,428 | 1,497 |
| Brookfield Infrastructure Partners L.P., 5.35%, Series 5 | 96,935 | 2,448 | 2,510 |
| Brookfield Office Properties Canada, 6.15%, Class "AAA", Series "N" | 358,550 | 6,324 | 6,633 |
| Brookfield Office Properties Canada, 5.10%, Class "AAA", Series "R" | 264,200 | 5,284 | 5,498 |
| Brookfield Office Properties Canada, 4.60%, Class "AAA", Series "T" | 157,600 | 3,449 | 3,217 |
| Brookfield Properties Corporation, 4.75% Class "AAA", Series "AA" | 166,000 | 3,675 | 3,453 |
| Brookfield Properties Corporation, 5.00% Class "AAA", Series "J" | 1,300 | 33 | 33 |
| Brookfield Properties Corporation, 5.20% Class "AAA", Series "K" | 34,400 | 868 | 867 |
| Brookfield Properties Corporation, 5.15% Series "P" | 218,000 | 4,431 | 4,142 |
| Brookfield Renewable Partners L.P., 5.75%, Series 9 | 28,100 | 715 | 731 |
| Brookfield Renewable Power Inc., 5.50%, Series 7 | 65,300 | 1,603 | 1,678 |
| Brookfield Renewable Power Preferred Equity Inc., 5.25%, Class "A", Series 1 | 107,400 | 1,809 | 1,821 |
| Brookfield Renewable Power Preferred Equity Inc., 0.793%, Class "A", Series 2 | 18,100 | 273 | 289 |
| Brookfield Renewable Power Preferred Equity Inc., 4.40%, Class "A", Series 3 | 307,900 | 6,031 | 5,970 |
| Brookfield Renewable Power Preferred Equity Inc., 5.00%, Class "A", Series 5 | 11,500 | 227 | 235 |
| Brookfield Renewable Power Preferred Equity Inc., 5.59%, Class "A" Preferred Limited Partnership Units, Series 5 | 375,500 | 6,878 | 7,810 |
| Brookfield Renewable Power Preferred Equity Inc., 5.00%, Class "A", Series 6 | 223,600 | 4,491 | 4,545 |
| Canadian Imperial Bank of Commerce, 3.90%, Non-Cumulative, Class "A", Series 39 | 137,000 | 2,398 | 2,687 |
| Canadian Imperial Bank of Commerce, 3.75%, Non-Cumulative, Class "A", Series 41 | 132,600 | 2,319 | 2,559 |
| Canadian Imperial Bank of Commerce, 3.60%, Non-Cumulative, Class "A", Series 43 | 46,600 | 893 | 1,018 |
| Canadian Utilities Limited, 4.90%, Redeemable, Second Preferred, Series "AA" | 3,225 | 70 | 75 |
| Canadian Utilities Limited, 4.90%, Redeemable, Second Preferred, Series "BB" | 17,000 | 368 | 397 |
| Canadian Utilities Limited, 4.50%, Redeemable, Second Preferred, Series "CC" | 1,600 | 33 | 34 |
| Canadian Utilities Limited, 4.50%, Second Preferred, Series "DD" | 7,400 | 161 | 158 |
| Canadian Utilities Limited, 5.25%, Redeemable, Second Preferred, Series "EE" | 92,500 | 2,153 | 2,299 |
| Canadian Utilities Limited, 4.00%, Second Preferred, Series "Y" | 44,700 | 885 | 932 |
| Capital Power Corporation, 4.60%, Series 1 | 15,200 | 254 | 210 |
| Capital Power Corporation, 4.60%, Series 3 | 13,900 | 283 | 262 |
| Capital Power Corporation, 4.50%, Series 5 | 41,000 | 889 | 748 |
| Citigroup Inc., 5.875%, Non-Cumulative, Series "O" | 4,800 | 6,534 | 6,517 |
| CU Inc., 4.60%, Redeemable, Series 1 | 16,100 | 346 | 352 |
| E-L Financial Corporation Limited, 5.30%, Non-Cumulative, Series 1 | 24,400 | 593 | 586 |
| E-L Financial Corporation Limited, 4.75%, Non-Cumulative, Series 2 | 7,200 | 155 | 156 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Preferred Yield Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (90.8%) (cont'd)** | | | |
| **Canadian Preferred Equities (82.0%) (cont'd)** | | | |
| E-L Financial Corporation Limited, 5.50%, Non-Cumulative, Series 3 | 18,400 | 446 | 454 |
| Emera Incorporated, 4.40%, First Preferred, Series "A" | 12,600 | 206 | 188 |
| Emera Incorporated, 2.261%, Non-Cumulative, Series "B" | 2,700 | 34 | 37 |
| Emera Incorporated, 4.10%, Series "C" | 74,200 | 1,433 | 1,606 |
| Emera Incorporated, 4.50%, Series "E" | 4,000 | 88 | 84 |
| Emera Incorporated, 4.25%, Series "F" | 58,800 | 1,087 | 1,260 |
| Enbridge Inc., 4.00%, Redeemable, Series "B" | 46,400 | 769 | 802 |
| Enbridge Inc., 4.00%, Series "D" | 219,200 | 4,346 | 3,761 |
| Enbridge Inc., 4.00%, Series "F" | 144,000 | 2,792 | 2,527 |
| Enbridge Inc., 4.00%, Series "H" | 203,700 | 4,187 | 3,252 |
| Enbridge Inc., 4.00%, Redeemable, Series "J" | 114,100 | 2,882 | 3,393 |
| Enbridge Inc., 4.00%, Series "L" | 192,900 | 4,889 | 5,727 |
| Enbridge Inc., 4.00%, Redeemable, Series "N" | 136,400 | 2,269 | 2,515 |
| Enbridge Inc., 4.00%, Series "P" | 280,400 | 5,363 | 4,995 |
| Enbridge Inc., 4.00%, Series "R" | 271,800 | 4,691 | 4,858 |
| Enbridge Inc., 4.00%, Redeemable, Series 1 | 199,800 | 4,698 | 5,902 |
| Enbridge Inc., 4.00%, Series 3 | 287,200 | 5,715 | 4,969 |
| Enbridge Inc., 4.40%, Series 5 | 89,200 | 2,257 | 2,575 |
| Enbridge Inc., 4.40%, Redeemable, Series 7 | 22,200 | 409 | 414 |
| Enbridge Inc., 4.40%, Series 9 | 104,200 | 2,109 | 1,959 |
| Enbridge Inc., 4.40%, Redeemable, Series 11 | 175,000 | 3,889 | 3,283 |
| Enbridge Inc., 4.40%, Redeemable, Series 13 | 97,900 | 1,841 | 1,848 |
| Enbridge Inc., 4.40%, Redeemable, Series 15 | 6,100 | 105 | 116 |
| Fairfax Financial Holdings Limited, 5.75%, Series "C" | 136,228 | 2,932 | 2,768 |
| Fairfax Financial Holdings Limited, 3.85%, Series "D" | 800 | 14 | 15 |
| Fairfax Financial Holdings Limited, 4.75%, Series "E" | 162,600 | 2,388 | 2,390 |
| Fairfax Financial Holdings Limited, 2.627%, Series "F" | 12,300 | 159 | 171 |
| Fairfax Financial Holdings Limited, 5.00%, Series "G" | 81,600 | 1,648 | 1,344 |
| Fairfax Financial Holdings Limited, 2.994%, Series "H" | 1,800 | 28 | 28 |
| Fairfax Financial Holdings Limited, 5.00%, Series "I" | 339,500 | 6,259 | 6,254 |
| Fairfax Financial Holdings Limited, 5.00%, Series "K" | 105,437 | 2,219 | 2,303 |
| Fairfax Financial Holdings Limited, 4.75%, Series "M" | 126,900 | 2,947 | 2,982 |
| Fortis Inc., 4.90%, Redeemable, Series "F" | 26,100 | 614 | 602 |
| Fortis Inc., 3.883%, Series "G" | 129,200 | 2,469 | 2,415 |
| Fortis Inc., variable, Series "I" | 9,200 | 110 | 117 |
| Fortis Inc., 4.75%, Redeemable, Series "J" | 13,100 | 294 | 296 |
| Fortis Inc., 4.00%, Redeemable, Series "K" | 97,020 | 1,905 | 1,767 |
| Fortis Inc., 4.10%, Redeemable, Series "M" | 227,800 | 4,518 | 4,664 |
| George Weston Limited, 5.20%, Series IV | 8,700 | 208 | 212 |
| George Weston Limited, 5.20%, Series III | 9,000 | 215 | 219 |
| Great-West Lifeco Inc., 5.20%, Non-Cumulative, Series "G" | 196,100 | 4,623 | 4,777 |
| Great-West Lifeco Inc., 4.85%, Non-Cumulative, Series "H" | 43,400 | 976 | 984 |
| Great-West Lifeco Inc., 4.50%, Non-Cumulative, Series "I" | 73,400 | 1,621 | 1,584 |
| Great-West Lifeco Inc., 5.65%, Non-Cumulative, Series "L" | 73,500 | 1,884 | 1,884 |
| Great-West Lifeco Inc., 5.80%, Non-Cumulative, Series "M" | 13,900 | 348 | 359 |
| Great-West Lifeco Inc., 3.65%, Non-Cumulative, Series "N" | 65,600 | 1,207 | 938 |
| Great-West Lifeco Inc., 5.40%, Non-Cumulative, Series "P" | 87,200 | 2,124 | 2,180 |
| Great-West Lifeco Inc., 5.15%, Non-Cumulative, Series "Q" | 147,380 | 3,450 | 3,547 |
| Great-West Lifeco Inc., 4.80%, Non-Cumulative, Series "R" | 38,200 | 842 | 861 |
| Great-West Lifeco Inc., 5.25%, Non-Cumulative, Series "S" | 800 | 19 | 20 |
| Husky Energy Inc., 4.45% Redeemable, Series 1 | 10,300 | 136 | 138 |
| Husky Energy Inc., 4.50%, Redeemable, Series 3 | 82,900 | 1,385 | 1,807 |
| Husky Energy Inc., 4.50%, Series 5 | 31,800 | 579 | 727 |
| Husky Energy Inc., 4.60%, Redeemable, Series 7 | 133,275 | 2,720 | 3,059 |
| IGM Financial Inc., 5.90%, Non-Cumulative, Series "B" | 6,000 | 156 | 152 |
| Industrial Alliance Insurance and Financial Services Inc., 4.60%, Non-Cumulative, Class "A", Series "B" | 5,700 | 132 | 125 |
| **EQUITIES (90.8%) (cont'd)** | | | |
| **Canadian Preferred Equities (82.0%) (cont'd)** | | | |
| Industrial Alliance Insurance and Financial Services Inc., 4.30%, Non-Cumulative, Class "A", Series "G" | 90,260 | 1,951 | 2,016 |
| Intact Financial Corporation, 4.20%, Non-Cumulative, Series 1 | 274,415 | 5,212 | 4,724 |
| Intact Financial Corporation, 4.20%, Non-Cumulative, Class "A", Series 3 | 238,900 | 4,794 | 5,028 |
| Manulife Financial Corporation, 4.65%, Non-Cumulative, Class "A", Series 2 | 247,900 | 5,448 | 5,541 |
| Manulife Financial Corporation, 4.20%, Non-Cumulative, Class 1, Series 3 | 1,400 | 18 | 20 |
| Manulife Financial Corporation, 4.50%, Class "A", Series 3 | 136,100 | 2,813 | 2,944 |
| Manulife Financial Corporation, 4.40%, Non-Cumulative, Class 1, Series 5 | 255,300 | 4,908 | 5,675 |
| Manulife Financial Corporation, 4.60%, Non-Cumulative, Class 1, Series 7 | 19,500 | 451 | 467 |
| Manulife Financial Corporation, 4.40%, Non-Cumulative, Class 1, Series 9 | 76,950 | 1,689 | 1,730 |
| Manulife Financial Corporation, 4.00%, Non-Cumulative, Class 1, Series 11 | 36,600 | 906 | 792 |
| Manulife Financial Corporation, 3.80%, Non-Cumulative, Class 1, Series 13 | 109,300 | 2,351 | 2,132 |
| Manulife Financial Corporation, 3.90%, Non-Cumulative, Class 1, Series 15 | 290,900 | 6,458 | 5,750 |
| Manulife Financial Corporation, 3.90%, Non-Cumulative, Class 1, Series 17 | 184,600 | 3,694 | 3,714 |
| Manulife Financial Corporation, 3.80%, Non-Cumulative, Class 1, Series 19 | 129,200 | 2,810 | 2,597 |
| Manulife Financial Corporation, 4.85%, Non-Cumulative, Class 1, Series 23 | 228,000 | 5,697 | 5,746 |
| National Bank of Canada, 4.10%, Non-Cumulative, Series 30 | 56,800 | 1,020 | 1,110 |
| National Bank of Canada, 3.90%, Non-Cumulative, Series 32 | 19,900 | 333 | 375 |
| Pembina Pipeline Corporation, 4.25%, Class "A", Series 1 | 144,900 | 2,430 | 2,717 |
| Pembina Pipeline Corporation, 4.70%, Class "A", Series 3 | 51,600 | 1,108 | 1,017 |
| Pembina Pipeline Corporation, 4.50%, Redeemable, Class "A", Series 7 | 370,600 | 6,345 | 7,670 |
| Pembina Pipeline Corporation, 4.75%, Redeemable, Class "A", Series 9 | 39,900 | 951 | 981 |
| Power Corporation Canada, 5.60%, Non-Cumulative, Series "G" | 30,000 | 733 | 759 |
| Power Corporation of Canada, 5.35%, Non-Cumulative, Series "B" | 15,300 | 382 | 375 |
| Power Corporation of Canada, 5.00%, Non-Cumulative, Series "D" | 136,200 | 3,355 | 3,146 |
| Power Financial Corporation, 5.50%, Non-Cumulative, Series "D" | 16,000 | 394 | 404 |
| Power Financial Corporation, 5.25%, Non-Cumulative, Series "E" | 10,200 | 252 | 250 |
| Power Financial Corporation, 5.75%, Non-Cumulative, Series "H" | 2,000 | 50 | 51 |
| Power Financial Corporation, 4.95%, Non-Cumulative, Series "K" | 47,700 | 1,124 | 1,107 |
| Power Financial Corporation, 5.10%, Non-Cumulative, Series "L" | 8,900 | 208 | 211 |
| Power Financial Corporation, 5.80%, Non-Cumulative, Series "O" | 2,400 | 61 | 61 |
| Power Financial Corporation, 4.40%, Non-Cumulative, Series "P" | 7,900 | 172 | 114 |
| Power Financial Corporation, 5.50%, Non-Cumulative, Series "R" | 27,400 | 692 | 692 |
| Power Financial Corporation, 4.80%, Non-Cumulative, Series "S" | 40,900 | 915 | 916 |
| Power Financial Corporation, 4.20%, Non-Cumulative, Series "T" | 10,100 | 218 | 212 |
| RioCan Real Estate Investment Trust, 4.70%, Series "C" | 13,000 | 290 | 323 |
| Royal Bank of Canada, 4.45%, Non-Cumulative, First Preferred, Series "AA" | 43,000 | 1,081 | 1,081 |
| Royal Bank of Canada, 4.70%, Non-Cumulative, First Preferred, Series "AB" | 50,600 | 1,287 | 1,276 |
| Royal Bank of Canada, 4.60%, Non-Cumulative, First Preferred, Series "AC" | 7,400 | 188 | 186 |
| Royal Bank of Canada, 4.50%, Non-Cumulative, First Preferred, Series "AD" | 33,600 | 851 | 845 |
| Royal Bank of Canada, 4.50%, Non-Cumulative, First Preferred, Series "AE" | 56,700 | 1,433 | 1,425 |
| Royal Bank of Canada, 4.45%, Non-Cumulative, First Preferred, Series "AF" | 20,800 | 524 | 523 |
| Royal Bank of Canada, 4.50%, Non-Cumulative, First Preferred, Series "AG" | 6,600 | 168 | 166 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Preferred Yield Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (90.8%) (cont'd)** | | | |
| **Canadian Preferred Equities (82.0%) (cont'd)** | | | |
| Royal Bank of Canada, 3.52%, Non-Cumulative, First Preferred, Series "AJ" | 79,400 | 1,900 | 1,969 |
| Royal Bank of Canada, 3.52%, Non-Cumulative, First Preferred, Series "AK" | 2,300 | 55 | 54 |
| Royal Bank of Canada, 5.60%, Non-Cumulative, Series "AL" | 5,800 | 150 | 147 |
| Royal Bank of Canada, 4.00%, Non-Cumulative, First Preferred, Series "AZ" | 166,800 | 3,103 | 3,266 |
| Royal Bank of Canada, 3.90%, Non-Cumulative, First Preferred, Series "BB" | 169,000 | 3,126 | 3,323 |
| Royal Bank of Canada, 3.60%, Non-Cumulative, First Preferred, NVCC, Series "BD" | 111,000 | 2,097 | 2,390 |
| Royal Bank of Canada, 3.60%, Non-Cumulative, Series "BF" | 247,000 | 5,040 | 5,310 |
| Royal Bank of Canada, 4.90%, Non-Cumulative, First Preferred, Series "BH" | 3,475 | 79 | 85 |
| Royal Bank of Canada, 4.90%, Non-Cumulative, First Preferred, NVCC, Series "BI" | 26,600 | 598 | 650 |
| Royal Bank of Canada, 4.90%, Series "W" | 44,500 | 988 | 1,102 |
| Shaw Communications Inc., 4.50%, Redeemable, Class 2, Series "A" | 96,000 | 1,498 | 1,433 |
| Sun Life Financial Inc., 4.75%, Series 1 | 254,860 | 5,876 | 5,798 |
| Sun Life Financial Inc., 4.80%, Class "A" Non-Cumulative, Series 2 | 158,100 | 3,644 | 3,627 |
| Sun Life Financial Inc., 4.45%, Series 3 | 77,500 | 1,659 | 1,655 |
| Sun Life Financial Inc., 4.45%, Class "A" Non-Cumulative, Series 4 | 146,200 | 2,968 | 3,121 |
| Sun Life Financial Inc., 4.50%, Class "A" Non-Cumulative, Series 5 | 70,900 | 1,515 | 1,518 |
| Sun Life Financial Inc., 3.90%, Class "A" Non-Cumulative, Series 10R | 203,800 | 3,821 | 3,591 |
| Sun Life Financial Inc., 4.25%, Class "A" Non-Cumulative, Series 12R | 145,780 | 2,954 | 3,182 |
| Sun Life Financial Inc., 2.075%, Class "A" Non-Cumulative, Series 9QR | 98,650 | 1,485 | 1,430 |
| Toronto-Dominion Bank (The), 2.624%, Non-Cumulative, Series "T" | 7,000 | 160 | 164 |
| Toronto-Dominion Bank (The), 2.174%, Non-Cumulative, Series "Z" | 11,400 | 256 | 266 |
| Toronto-Dominion Bank (The), 3.90%, Non-Cumulative, Series 1 | 50,600 | 887 | 1,003 |
| Toronto-Dominion Bank (The), 3.80%, Non-Cumulative, Series 3 | 194,800 | 3,681 | 3,793 |
| Toronto-Dominion Bank (The), 3.75%, Non-Cumulative, Series 5 | 153,300 | 2,692 | 2,971 |
| Toronto-Dominion Bank (The), 3.60%, Non-Cumulative, Series 7 | 97,200 | 1,924 | 2,169 |
| Toronto-Dominion Bank (The), 3.70%, Non-Cumulative, Series 9 | 94,500 | 1,981 | 2,145 |
| Toronto-Dominion Bank (The), 4.90%, Non-Cumulative, Series 11 | 17,620 | 398 | 437 |
| Toronto-Dominion Bank (The), 5.50%, Non-Cumulative, Series 12 | 43,000 | 1,075 | 1,167 |
| Toronto-Dominion Bank (The), 4.85%, Non-Cumulative, Series 14 | 363,300 | 9,080 | 9,373 |
| TransAlta Corporation, 4.60%, First Preferred, Series "A" | 379,700 | 4,183 | 4,594 |
| TransAlta Corporation, 4.60%, First Preferred, Series "C" | 229,100 | 3,852 | 3,828 |
| TransAlta Corporation, 5.00%, Series "E" | 49,900 | 795 | 940 |
| TransAlta Corporation, 5.30%, Redeemable, First Preferred, Series "G" | 20,800 | 359 | 406 |
| TransCanada Corporation, 4.60%, First Preferred, Series 1 | 48,000 | 775 | 780 |
| TransCanada Corporation, 2.815%, Redeemable, First Preferred, Series 2 | 212,150 | 3,780 | 3,184 |
| TransCanada Corporation, 4.00%, First Preferred, Series 3 | 96,700 | 1,594 | 1,286 |
| TransCanada Corporation, variable, First Preferred, Series 4 | 10,000 | 103 | 121 |
| TransCanada Corporation, 4.40%, First Preferred, Series 5 | 61,000 | 1,079 | 845 |
| TransCanada Corporation, variable, First Preferred, Series 6 | 1,400 | 16 | 18 |
| TransCanada Corporation, 4.00%, First Preferred, Series 7 | 293,731 | 5,468 | 5,537 |
| TransCanada Corporation, 4.25%, First Preferred, Series 9 | 28,900 | 553 | 571 |
| TransCanada Corporation, 3.80%, Series 11 | 92,285 | 1,773 | 2,030 |
| TransCanada Corporation, 5.50%, First Preferred, Series 13 | 123,600 | 3,089 | 3,295 |
| TransCanada Corporation, 4.90%, First Preferred, Series 15 | 418,700 | 10,464 | 10,660 |
| Valener Inc., 4.35%, Series "A" | 100,970 | 1,974 | 2,019 |
| Veresen Inc., 4.40%, Redeemable, Series "A" | 99,500 | 1,907 | 1,781 |
| Veresen Inc., 5.00%, Series "C" | 44,300 | 911 | 930 |
| Veresen Inc., 5.00%, Redeemable, Series "E" | 33,300 | 780 | 771 |
| Westcoast Energy Inc., 5.50%, Non-Cumulative, Series 7 | 19,000 | 475 | 474 |
| Westcoast Energy Inc., 5.60%, Series 8 | 22,400 | 536 | 564 |
| Westcoast Energy Inc., 5.25%, Series 10 | 76,000 | 1,862 | 1,952 |
| Westcoast Energy Inc., 5.20%, Series 12 | 60,000 | 1,500 | 1,548 |
| | | **473,192** | **480,851** |
| **Foreign Preferred Equities (8.0%)** | | | |
| Bank of America Corporation, 6.10%, Non-Cumulative, Series "AA" | 3,000 | 3,893 | 4,055 |
| Bank of America Corporation, 5.125%, Non-Cumulative, Series "V" | 4,350 | 4,690 | 5,760 |
| Bank of America Corporation, 6.25%, Non-Cumulative, Series "X" | 5,200 | 5,950 | 6,991 |
| Citigroup Inc., 6.30%, Non-Cumulative, Series "M" | 2,395 | 3,284 | 3,192 |
| Fifth Third Bancorp, 4.90%, Non-Cumulative, Series "J" | 4,400 | 4,889 | 5,511 |
| JPMorgan Chase & Co., 5.00% Non-Cumulative, Series "V" | 5,815 | 7,610 | 7,798 |
| JPMorgan Chase & Co., 6.10% Non-Cumulative, Series "X" | 4,815 | 6,690 | 6,550 |
| Morgan Stanley, 5.45% Non-Cumulative, Series "H" | 1,750 | 1,916 | 2,329 |
| PNC Preferred Funding Trust II, 2.186%, Non-Cumulative | 1,500 | 1,591 | 1,949 |
| USB Realty Corp., 2.027% | 2,500 | 2,500 | 2,962 |
| | | **43,013** | **47,097** |
| **Canada (0.8%)** | | | |
| BMO Laddered Preferred Share Index ETF | 224,800 | 2,243 | 2,405 |
| Brookfield Infrastructure Partners L.P., Units | 117,900 | 2,412 | 2,536 |
| | | **4,655** | **4,941** |
| **PURCHASED OPTIONS (0.1%)** | | **153** | **342** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.6%)** | | **557,924** | **572,690** |
| **TRANSACTION COSTS (0.0%)** | | **(490)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.6%)** | | **557,434** | **572,690** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.2%)** | | **–** | **(1,102)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.9%)** | | | |
| Canadian | | 3,297 | 3,297 |
| Foreign | | 7,670 | 7,668 |
| | | **10,967** | **10,965** |
| **OTHER NET ASSETS (LIABILITIES) (0.7%)** | | | **3,969** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **586,522** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Preferred Yield Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Purchased Options**

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Value ($000s) |
|---|---|---|---|---|---|---|---|---|
| BMO Laddered Preferred Share Index ETF, 10.00 Call, Jan. 20 17 | Call | 20 | 2,000 | 20-Jan-17 | 10.00 | CAD | 1 | 2 |
| BMO Laddered Preferred Share Index ETF, 10.00 Call, Feb. 17 17 | Call | 35 | 3,500 | 17-Feb-17 | 10.00 | CAD | 1 | 2 |
| BMO Laddered Preferred Share Index ETF, 10.00 Call, Mar. 17 17 | Call | 4,500 | 450,000 | 17-Mar-17 | 10.00 | CAD | 151 | 338 |
| | | | | | | | **153** | **342** |

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 22-Mar-17 | CAD 12,767 | (USD) (9,437) | 0.739 | 0.745 | 108 |
| Bank of Montreal | A-1 | 22-Mar-17 | CAD 12,579 | (USD) (9,300) | 0.739 | 0.745 | 104 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 1,353 | (USD) (1,000) | 0.739 | 0.745 | 11 |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 812 | (USD) (600) | 0.739 | 0.745 | 6 |
| | | | | | | | **229** |

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 100 | (CAD) (133) | 1.340 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 236 | (CAD) (312) | 1.322 | 1.342 | 5 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 141 | (CAD) (185) | 1.312 | 1.342 | 4 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 129 | (CAD) (172) | 1.333 | 1.342 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 108 | (CAD) (145) | 1.342 | 1.342 | – |
| | | | | | | | **10** |

| | |
|---|---|
| Total Unrealized Gain on Currency Forward Contracts | **239** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 22,355 | (USD) (17,106) | 0.765 | 0.745 | (605) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 23,369 | (USD) (17,794) | 0.761 | 0.745 | (508) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 393 | (USD) (300) | 0.763 | 0.745 | (10) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 655 | (USD) (500) | 0.763 | 0.745 | (16) |
| Bank of Montreal | A-1 | 20-Apr-17 | CAD 25,809 | (USD) (19,363) | 0.750 | 0.746 | (156) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 267 | (USD) (200) | 0.748 | 0.745 | (1) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 268 | (USD) (200) | 0.747 | 0.745 | (1) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 268 | (USD) (200) | 0.747 | 0.745 | (1) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 401 | (USD) (300) | 0.748 | 0.745 | (2) |
| | | | | | | | **(1,300)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 118 | (USD) (88) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 118 | (USD) (89) | 0.752 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 8,088 | (CAD) (10,891) | 1.347 | 1.342 | (34) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 96 | (CAD) (130) | 1.351 | 1.342 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 276 | (CAD) (371) | 1.346 | 1.342 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 149 | (CAD) (201) | 1.347 | 1.342 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 294 | (CAD) (397) | 1.353 | 1.342 | (3) |
| | | | | | | | **(41)** |

| | |
|---|---|
| Total Unrealized Loss on Currency Forward Contracts | **(1,341)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Preferred Yield Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide dividend income while preserving capital through investing primarily in preferred shares of companies across North America.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 16,453 | 23,077 |
| 1-3 years | – | – |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | 23,006 | 22,080 |
| | **39,459** | **45,157** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $273,000 or approximately 0.0% (June 30, 2016 – $280,000 or approximately 0.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 103,745 | (102,368) | 1,377 | 0.2 |
| | **103,745** | **(102,368)** | **1,377** | **0.2** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 12,665 | (12,671) | (6) | (0.0) |
| | **12,665** | **(12,671)** | **(6)** | **(0.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 99,106 | (99,870) | (764) | (0.2) |
| | **99,106** | **(99,870)** | **(764)** | **(0.2)** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 6,768 | (6,748) | 20 | 0.0 |
| | **6,768** | **(6,748)** | **20** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $137,000 or approximately 0.2% (June 30, 2016 – $74,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 90.9% (June 30, 2016 – 85.6%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $53,323,000 (June 30, 2016 – $39,992,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

# Dynamic Preferred Yield Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 2.9 | 2.8 | 5.4 | 5.1 |
| A | 7.1 | 6.9 | 7.7 | 7.3 |
| BBB | 62.9 | 60.8 | 58.8 | 55.7 |
| BB | 27.1 | 26.2 | 28.0 | 26.4 |
| Unrated | – | – | 0.1 | 0.1 |
| | **100.0** | **96.7** | **100.0** | **94.6** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **6.7** | **9.9** |
| **Canadian Bonds and Debentures** | | |
| Federal | 2.8 | 5.1 |
| Corporate | 1.9 | 2.1 |
| **Foreign Bonds and Debentures** | | |
| United States | 2.0 | 2.7 |
| **EQUITIES** | **90.8** | **85.6** |
| Canadian Preferred Equities | 82.0 | 72.3 |
| Foreign Preferred Equities | 8.0 | 12.4 |
| Canada | 0.8 | 0.9 |
| **PURCHASED OPTIONS** | **0.1** | **0.0** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.9** | **4.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 479,275 | 53,614 | – | 532,889 |
| Bonds and debentures | – | 39,459 | – | 39,459 |
| Warrants, rights and options | 342 | – | – | 342 |
| Unrealized gain on currency forward contracts | – | 239 | – | 239 |
| | **479,617** | **93,312** | **–** | **572,929** |
| Unrealized loss on currency forward contracts | – | (1,341) | – | (1,341) |
| | **479,617** | **91,971** | **–** | **571,588** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 342,102 | 57,814 | – | 399,916 |
| Bonds and debentures | – | 45,981 | – | 45,981 |
| Warrants, rights and options | 2 | – | – | 2 |
| Unrealized gain on currency forward contracts | – | 256 | – | 256 |
| | **342,104** | **104,051** | **–** | **446,155** |
| Unrealized loss on currency forward contracts | – | (1,211) | – | (1,211) |
| Unrealized loss on futures contracts | (824) | – | – | (824) |
| | **341,280** | **102,840** | **–** | **444,120** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 239 | (239) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **239** | **(239)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,341 | (239) | – | 1,102 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,341** | **(239)** | **–** | **1,102** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 256 | (202) | – | 54 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **256** | **(202)** | **–** | **54** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,211 | (202) | – | 1,009 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,211** | **(202)** | **–** | **1,009** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| BMO Laddered Preferred Share Index ETF | 2,405 | 0.0 |
| | **2,405** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Preferred Yield Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| BMO Laddered Preferred Share Index ETF | 3,251 | 0.3 |
| iShares S&P/TSX Canadian Preferred Share Index ETF | 65 | 0.0 |
| | **3,316** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Strategic Yield Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 1,336,520 | 1,402,860 |
| Purchased options | – | 4 |
| Unrealized gain on currency forward contracts | 81 | 1,396 |
| Unrealized gain on swap contracts | 342 | – |
| Cash | 159,388 | 166,293 |
| Margin deposited on derivatives | 21,360 | 20,641 |
| Receivable for securities sold | 1,210 | 3,936 |
| Subscriptions receivable | 1,803 | 3,256 |
| Accrued investment income and other | 4,940 | 5,280 |
| | **1,525,644** | **1,603,666** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 2,047 | 2,183 |
| Payable for securities purchased | 6,416 | 14,586 |
| Redemptions payable | 3,429 | 5,644 |
| Accrued expenses | 201 | 205 |
| Distributions payable | 2,991 | – |
| Liability for written options | 470 | 677 |
| Unrealized loss on currency forward contracts | 414 | 3,540 |
| Unrealized loss on currency spot contracts | 9 | 6 |
| | **15,977** | **26,841** |
| **Net assets attributable to holders of redeemable shares** | **1,509,667** | **1,576,825** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 525,545 | 589,857 |
| Series E | 61,775 | 60,543 |
| Series F | 290,476 | 171,318 |
| Series FH (in equivalent CAD) | 5,040 | 6,009 |
| Series FI | n/a | 85,865 |
| Series FT | 74,613 | 62,938 |
| Series G | 167,840 | 179,275 |
| Series H (in equivalent CAD) | 16,365 | 17,069 |
| Series I | 107,308 | 112,050 |
| Series IT | 20,215 | 25,169 |
| Series T | 240,490 | 266,732 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES – USD** | | |
| Series FH | 3,754 | 4,620 |
| Series H | 12,189 | 13,124 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 15.12 | 14.87 |
| Series E | 11.03 | 10.84 |
| Series F | 16.64 | 16.25 |
| Series FH (in equivalent CAD) | 15.28 | 14.48 |
| Series FI | n/a | 11.32 |
| Series FT | 9.43 | 9.49 |
| Series G | 15.28 | 15.01 |
| Series H (in equivalent CAD) | 14.75 | 14.04 |
| Series I | 17.72 | 17.23 |
| Series IT | 9.25 | 9.29 |
| Series T | 9.49 | 9.63 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series FH | 11.38 | 11.13 |
| Series H | 10.98 | 10.80 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 10,979 | 10,419 |
| Interest for distribution purposes | 14,245 | 32,091 |
| Net realized gain (loss) on non-derivative financial assets | 41,205 | 58,335 |
| Net realized gain (loss) on options contracts | 2,878 | 3,903 |
| Net realized gain (loss) on currency forward contracts | (8,432) | (6,471) |
| Net realized gain (loss) on futures contracts | – | (8,232) |
| Net realized gain (loss) on swap contracts | (2,506) | (3,284) |
| Change in unrealized gain (loss) on non-derivative financial assets | (7,572) | (49,118) |
| Change in unrealized gain (loss) on options contracts | 173 | 1,118 |
| Change in unrealized gain (loss) on currency forward contracts | 1,811 | (2,481) |
| Change in unrealized gain (loss) on currency spot contracts | (3) | 1 |
| Change in unrealized gain (loss) on futures contracts | – | (167) |
| Change in unrealized gain (loss) on swap contracts | 342 | (352) |
| Net gain (loss) on investments | **53,120** | **35,762** |
| Securities lending | 9 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 5,311 | 19,813 |
| Total income (loss), net | **58,440** | **55,575** |
| **EXPENSES** | | |
| Management fees (note 5) | 11,376 | 12,713 |
| Fixed administration fees (note 6) | 972 | 1,148 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 7 |
| Foreign withholding taxes/tax reclaims | 730 | 608 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 1,373 | 1,508 |
| Transaction costs | 467 | 685 |
| Total expenses | **14,920** | **16,670** |
| Expenses absorbed by the Manager | (1) | (1) |
| Net expenses | **14,919** | **16,669** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **43,521** | **38,906** |
| Income tax recovery (expense) | 249 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **43,770** | **38,906** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 14,275 | 13,139 |
| Series E | 1,526 | 949 |
| Series F | 7,540 | 3,773 |
| Series FH (in equivalent CAD) | 392 | 993 |
| Series FI | 977 | 1,424 |
| Series FT | 2,111 | 1,295 |
| Series G | 4,549 | 4,056 |
| Series H (in equivalent CAD) | 949 | 2,518 |
| Series I | 4,013 | 3,744 |
| Series IT | 878 | 841 |
| Series T | 6,560 | 6,174 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 297 | 751 |
| Series H | 719 | 1,905 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.38 | 0.31 |
| Series E | 0.26 | 0.22 |
| Series F | 0.60 | 0.43 |
| Series FH (in equivalent CAD) | 0.97 | 2.05 |
| Series FI | 0.14 | 0.28 |
| Series FT | 0.29 | 0.27 |
| Series G | 0.40 | 0.31 |
| Series H (in equivalent CAD) | 0.84 | 1.82 |
| Series I | 0.64 | 0.55 |
| Series IT | 0.33 | 0.32 |
| Series T | 0.25 | 0.21 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE – USD†** | | |
| Series FH | 0.74 | 1.55 |
| Series H | 0.64 | 1.38 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 37,201,297 | 42,512,383 |
| Series E | 5,831,880 | 4,417,716 |
| Series F | 12,492,818 | 8,625,578 |
| Series FH | 402,683 | 485,587 |
| Series FI | 7,162,428 | 5,137,449 |
| Series FT | 7,354,969 | 4,739,338 |
| Series G | 11,478,430 | 12,711,221 |
| Series H | 1,124,323 | 1,385,223 |
| Series I | 6,300,055 | 6,933,427 |
| Series IT | 2,626,546 | 2,670,483 |
| Series T | 26,635,252 | 29,260,378 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 589,857 | 702,351 |
| Series E | 60,543 | 45,774 |
| Series F | 171,318 | 147,189 |
| Series FH | 6,009 | 6,935 |
| Series FI | 85,865 | 54,676 |
| Series FT | 62,938 | 44,376 |
| Series G | 179,275 | 207,385 |
| Series H | 17,069 | 20,943 |
| Series I | 112,050 | 130,930 |
| Series IT | 25,169 | 28,484 |
| Series T | 266,732 | 326,711 |
| | **1,576,825** | **1,715,754** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 14,275 | 13,139 |
| Series E | 1,526 | 949 |
| Series F | 7,540 | 3,773 |
| Series FH | 392 | 993 |
| Series FI | 977 | 1,424 |
| Series FT | 2,111 | 1,295 |
| Series G | 4,549 | 4,056 |
| Series H | 949 | 2,518 |
| Series I | 4,013 | 3,744 |
| Series IT | 878 | 841 |
| Series T | 6,560 | 6,174 |
| | **43,770** | **38,906** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (486) | (881) |
| Series E | (67) | (86) |
| Series F | (373) | (206) |
| Series FH | (4) | (13) |
| Series FI | – | (107) |
| Series FT | (177) | (142) |
| Series G | (153) | (269) |
| Series H | (14) | (32) |
| Series I | (90) | (160) |
| Series IT | (55) | (73) |
| Series T | (582) | (852) |
| From net realized gains on investments | | |
| Series A | (4,012) | (4,414) |
| Series E | (397) | (255) |
| Series F | (1,638) | (899) |
| Series FH | (43) | (44) |
| Series FI | – | (283) |
| Series FT | (1,048) | (514) |
| Series G | (1,230) | (1,273) |
| Series H | (119) | (124) |
| Series I | (775) | (808) |
| Series IT | (467) | (375) |
| Series T | (4,920) | (4,335) |
| From return of capital | | |
| Series FT | (1,472) | (1,148) |
| Series IT | (451) | (579) |
| Series T | (4,797) | (6,819) |
| | **(23,370)** | **(24,691)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 25,520 | 27,693 |
| Series E | 16,617 | 14,625 |
| Series F | 140,967 | 25,730 |
| Series FH | 2,151 | 2,438 |
| Series FI | 1,298 | 23,806 |
| Series FT | 17,508 | 14,042 |
| Series G | 10,785 | 13,283 |
| Series H | 1,927 | 1,110 |
| Series I | 8,244 | 2,015 |
| Series IT | 176 | 400 |
| Series T | 9,131 | 13,797 |
| Reinvested distributions | | |
| Series A | 4,171 | 4,914 |
| Series E | 442 | 324 |
| Series F | 1,526 | 846 |
| Series FH | 41 | 48 |
| Series FI | – | 309 |
| Series FT | 558 | 343 |
| Series G | 1,286 | 1,423 |
| Series H | 121 | 147 |
| Series I | 821 | 905 |
| Series IT | 297 | 222 |
| Series T | 2,896 | 3,176 |
| Payments on redemption | | |
| Series A | (103,780) | (99,422) |
| Series E | (16,889) | (7,497) |
| Series F | (28,864) | (23,416) |
| Series FH | (3,506) | (1,254) |
| Series FI | (88,140) | (11,857) |
| Series FT | (5,805) | (4,763) |
| Series G | (26,672) | (29,341) |
| Series H | (3,568) | (3,964) |
| Series I | (16,955) | (15,859) |
| Series IT | (5,332) | (2,345) |
| Series T | (34,530) | (35,779) |
| | **(87,558)** | **(83,901)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (64,312) | (58,971) |
| Series E | 1,232 | 8,060 |
| Series F | 119,158 | 5,828 |
| Series FH | (969) | 2,168 |
| Series FI | (85,865) | 13,292 |
| Series FT | 11,675 | 9,113 |
| Series G | (11,435) | (12,121) |
| Series H | (704) | (345) |
| Series I | (4,742) | (10,163) |
| Series IT | (4,954) | (1,909) |
| Series T | (26,242) | (24,638) |
| | **(67,158)** | **(69,686)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 525,545 | 643,380 |
| Series E | 61,775 | 53,834 |
| Series F | 290,476 | 153,017 |
| Series FH | 5,040 | 9,103 |
| Series FI | n/a | 67,968 |
| Series FT | 74,613 | 53,489 |
| Series G | 167,840 | 195,264 |
| Series H | 16,365 | 20,598 |
| Series I | 107,308 | 120,767 |
| Series IT | 20,215 | 26,575 |
| Series T | 240,490 | 302,073 |
| | **1,509,667** | **1,646,068** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 43,770 | 38,906 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (41,205) | (58,338) |
| Net realized (gain) loss on options contracts | (2,878) | (3,903) |
| Unrealized foreign currency translation (gain) loss | 4 | (15,801) |
| Change in unrealized (gain) loss on non-derivative financial assets | 7,572 | 49,118 |
| Change in unrealized (gain) loss on options contracts | (173) | (1,118) |
| Change in unrealized (gain) loss on currency forward contracts | (1,811) | 2,481 |
| Change in unrealized (gain) loss on currency spot contracts | 3 | (1) |
| Change in unrealized (gain) loss on futures contracts | – | 167 |
| Change in unrealized (gain) loss on swap contracts | (342) | 352 |
| Other non-cash transactions | (7,584) | (6,455) |
| Purchases of portfolio investments | (384,919) | (510,124) |
| Proceeds from sale of portfolio investments | 489,880 | 579,280 |
| Payable for interest and dividends on securities sold short | – | 48 |
| Margin deposited on derivatives | (719) | 4,309 |
| Accrued investment income and other | 340 | 1,616 |
| Accrued expenses and other payables | (140) | (130) |
| **Net cash provided by (used in) operating activities** | **101,798** | **80,407** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 5,144 | 76,621 |
| Amounts paid on redemption of redeemable shares | (105,623) | (177,529) |
| Distributions to shareholders of redeemable shares | (8,220) | (8,847) |
| **Net cash provided by (used in) financing activities** | **(108,699)** | **(109,755)** |
| Unrealized foreign currency translation gain (loss) | (4) | 15,801 |
| Net increase (decrease) in cash | (6,905) | (13,547) |
| Cash (bank overdraft), beginning of period | 166,293 | 375,732 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **159,388** | **362,185** |
| Interest paid[1] | – | 7 |
| Interest received[1] | 6,864 | 26,298 |
| Dividends received, net of withholding taxes[1] | 10,277 | 10,794 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (17.8%)** | | | | |
| **Canadian Bonds and Debentures (11.8%)** | | | | |
| **Corporate (11.8%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 1,817 | 1,996 | 1,911 |
| Alliance Pipeline Limited Partnership, 6.765% Dec. 31 25 | | 483 | 586 | 547 |
| AltaGas Ltd., 4.55% Jan. 17 19 | | 1,206 | 1,206 | 1,272 |
| AltaGas Ltd., 3.72% Sep. 28 21, Series 8 | | 2,517 | 2,516 | 2,659 |
| AltaLink, L.P., 3.621% Sep. 17 20 | | 1,753 | 1,938 | 1,873 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 3,656 | 4,036 | 3,978 |
| AltaLink Investments, L.P., 3.674% Mar. 05 19 | | 529 | 573 | 549 |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | | 2,511 | 2,515 | 2,499 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 2,035 | 2,146 | 2,110 |
| Bank of Montreal, 1.88% Mar. 31 21 | | 210 | 210 | 210 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 3,352 | 3,620 | 3,554 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 665 | 665 | 653 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 2,462 | 2,465 | 2,462 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 2,289 | 2,347 | 2,331 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 408 | 430 | 423 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 3,862 | 3,861 | 3,834 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 957 | 957 | 961 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | | 2,360 | 2,398 | 2,510 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 50 | 52 | 52 |
| Bell Canada, 4.95% May 19 21, Series "M-24" | | 2,064 | 2,056 | 2,302 |
| Bell Canada, 4.70% Jun. 11 23, Series "M-29" | | 2,628 | 2,625 | 2,929 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | | 1,740 | 1,760 | 1,875 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 1,995 | 2,071 | 2,199 |
| Brookfield Asset Management Inc., 3.80% Dec. 16 26 | | 1,477 | 1,476 | 1,466 |
| Brookfield Infrastructure Finance ULC, 3.452% Feb. 11 22, Series 2 | | 3,477 | 3,477 | 3,532 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | | 847 | 847 | 829 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | | 1,527 | 1,610 | 1,672 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | | 1,854 | 1,876 | 2,018 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 3,657 | 3,760 | 3,733 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 2,523 | 2,531 | 2,531 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 2,330 | 2,319 | 2,379 |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | | 1,569 | 1,571 | 1,601 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | | 1,316 | 1,423 | 1,390 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 1,246 | 1,246 | 1,251 |
| CU Inc., 5.432% Jan. 23 19 | | 674 | 782 | 729 |
| CU Inc., 6.80% Aug. 13 19 | | 1,557 | 1,920 | 1,767 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 2,489 | 2,700 | 2,684 |
| Emera Incorporated, 2.90% Jun. 16 23 | | 1,039 | 1,039 | 1,036 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 1,806 | 1,980 | 1,960 |
| Enbridge Income Fund Holdings Inc., 4.10% Feb. 22 19, Series 6 | | 1,697 | 1,694 | 1,777 |
| Enbridge Income Fund Holdings Inc., 3.94% Jan. 13 23 | | 1,403 | 1,469 | 1,493 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | | 1,111 | 1,538 | 1,452 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 1,079 | 1,079 | 1,080 |
| First Capital Realty Inc., 5.48% Jul. 30 19, Series "L" | | 520 | 544 | 564 |
| First Capital Realty Inc., 4.43% Jan. 31 22, Series "O" | | 3,497 | 3,518 | 3,762 |
| First Capital Realty Inc., 3.95% Dec. 05 22, Series "P" | | 1,658 | 1,659 | 1,751 |
| First Capital Realty Inc., 4.79% Aug. 30 24, Series "R" | | 666 | 754 | 730 |
| Fortis Inc., 2.85% Oct. 12 23 | | 1,354 | 1,356 | 1,357 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 1,876 | 1,876 | 1,865 |
| H&R Real Estate Investment Trust, 4.45% Mar. 02 20, Series "F" | | 1,576 | 1,587 | 1,667 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 2,878 | 2,877 | 2,889 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | | 1,598 | 1,696 | 1,657 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | | 760 | 843 | 842 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | | 952 | 952 | 1,013 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | | 1,187 | 1,335 | 1,307 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | | 360 | 383 | 382 |
| **BONDS AND DEBENTURES (17.8%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (11.8%) (cont'd)** | | | | |
| **Corporate (11.8%) (cont'd)** | | | | |
| North West Redwater Partnership/NWR Financing Co. Ltd., 2.10% Jan. 23 22, Series "C" | | 2,135 | 2,131 | 2,133 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 982 | 1,009 | 1,020 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 872 | 872 | 889 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | | 1,690 | 1,769 | 1,760 |
| OMERS Realty Corporation, 1.823% Apr. 09 22, Series 8 | | 716 | 716 | 702 |
| OMERS Realty Corporation, 3.328% Nov. 12 24 | | 2,589 | 2,767 | 2,706 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | | 1,161 | 1,207 | 1,274 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 3,506 | 3,538 | 3,680 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 4,607 | 4,731 | 5,192 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 2,242 | 2,281 | 2,288 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 3,515 | 3,498 | 3,532 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 882 | 926 | 914 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 1,142 | 1,142 | 1,146 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | | 3,383 | 3,321 | 3,352 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 1,384 | 1,384 | 1,375 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | | 1,290 | 1,315 | 1,408 |
| Smart Real Estate Investment Trust, 3.73% Jul. 22 22, Series "M" | | 998 | 1,002 | 1,035 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | | 1,860 | 1,864 | 1,941 |
| Suncor Energy Inc., 5.80% May 22 18 | | 1,496 | 1,671 | 1,585 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 1,067 | 1,064 | 1,053 |
| TELUS Corporation, 5.05% Dec. 04 19, Series "CG" | | 1,362 | 1,547 | 1,487 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 2,797 | 2,979 | 3,086 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 275 | 274 | 273 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 706 | 721 | 721 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 836 | 832 | 836 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 269 | 278 | 277 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 3,710 | 3,824 | 3,812 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 644 | 644 | 627 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 6,978 | 7,403 | 7,336 |
| Union Gas Limited, 8.75% Aug. 03 18, Series 1993 | | 3,344 | 4,426 | 3,703 |
| Union Gas Limited, 4.85% Apr. 25 22, Series 6 | | 1,184 | 1,352 | 1,345 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 286 | 313 | 310 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 1,759 | 1,820 | 1,804 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 2,599 | 2,589 | 2,729 |
| Videotron Ltd., 6.875% Jan. 27 17 | | 4,464 | 4,652 | 4,630 |
| Videotron Ltd., 5.375% Mar. 15 24 | USD | 1,099 | 1,225 | 1,520 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 719 | 831 | 772 |
| Westcoast Energy Inc., 4.57% Jul. 02 20 | | 1,846 | 1,924 | 1,996 |
| Westcoast Energy Inc., 3.12% Dec. 05 22 | | 2,066 | 2,039 | 2,114 |
| | | | **176,627** | **178,222** |
| **Foreign Bonds and Debentures (6.0%)** | | | | |
| **France (0.2%)** | | | | |
| Pernod Ricard SA, 4.45% Jan. 15 22 | USD | 903 | 1,011 | 1,288 |
| Pernod Ricard SA, 4.25% Jul. 15 22 | USD | 1,635 | 1,673 | 2,300 |
| | | | **2,684** | **3,588** |
| **United Kingdom (0.3%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 2,050 | 2,127 | 2,112 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 2,357 | 2,353 | 2,393 |
| | | | **4,480** | **4,505** |
| **United States (5.5%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 1,395 | 1,724 | 1,843 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 2,966 | 3,099 | 3,992 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 1,310 | 1,372 | 1,806 |
| Anheuser Busch InBev Finance Inc., 2.65% Jan. 01 21 | USD | 963 | 1,278 | 1,302 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 2,020 | 2,799 | 2,764 |
| Anheuser-Busch InBev Finance Inc., 2.15% Feb. 01 19 | USD | 73 | 89 | 99 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (17.8%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (6.0%) (cont'd)** | | | | |
| **United States (5.5%) (cont'd)** | | | | |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 2,181 | 2,322 | 3,232 |
| Boston Properties Limited Partnership, 4.125% May 15 21 | USD | 1,554 | 1,508 | 2,207 |
| CC Holdings GS V LLC/Crown Castle GS III Corp., 3.849% Apr. 15 23 | USD | 166 | 181 | 227 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 1,159 | 1,725 | 2,108 |
| Comcast Corporation, 3.60% Mar. 01 24 | USD | 1,025 | 1,134 | 1,422 |
| Constellation Brands, Inc., 3.75% May 01 21 | USD | 391 | 455 | 543 |
| Constellation Brands, Inc., 6.00% May 01 22 | USD | 1,124 | 1,596 | 1,710 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 3,338 | 5,072 | 4,860 |
| Federal Realty Investment Trust, 3.95% Oct. 15 23 | USD | 865 | 1,091 | 1,209 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 295 | 400 | 400 |
| JPMorgan Chase & Co., 2.55% Feb. 01 21 | USD | 1,939 | 2,606 | 2,597 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 1,788 | 2,513 | 2,471 |
| Medtronic, Inc., 2.50% Mar. 15 20 | USD | 1,210 | 1,527 | 1,644 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 3,838 | 4,908 | 5,282 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 251 | 324 | 347 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 2,149 | 3,295 | 3,294 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 2,364 | 3,100 | 3,284 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 739 | 898 | 1,009 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 1,372 | 1,946 | 1,987 |
| United States Treasury, 0.875% Mar. 31 18 | USD | 5,290 | 7,004 | 7,095 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 5,123 | 6,558 | 6,977 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 317 | 436 | 456 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 2,248 | 3,175 | 3,342 |
| Visa Inc., 2.80% Oct. 14 22 | USD | 1,979 | 2,614 | 2,674 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 3,759 | 4,941 | 4,972 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 558 | 739 | 761 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 4,134 | 5,156 | 5,338 |
| | | | **77,585** | **83,254** |
| **EQUITIES (58.0%)** | | | | |
| **Canadian Equities – Real Estate Investment Trusts (1.8%)** | | | | |
| Continuum Residential Real Estate Investment Trust, Restricted* | | 516,936 | 5,530 | 5,825 |
| RioCan Real Estate Investment Trust | | 299,473 | 6,984 | 7,975 |
| Smart Real Estate Investment Trust | | 394,889 | 6,911 | 12,751 |
| | | | **19,425** | **26,551** |
| **Foreign Equities – Real Estate Investment Trusts (1.8%)** | | | | |
| American Tower Corporation | | 112,000 | 15,258 | 15,895 |
| Equinix, Inc. | | 8,700 | 3,954 | 4,178 |
| Weyerhaeuser Company | | 190,000 | 7,707 | 7,676 |
| | | | **26,919** | **27,749** |
| **Canada (19.9%)** | | | | |
| Atrium Mortgage Investment Corporation | | 372,200 | 3,776 | 4,522 |
| Bank of Nova Scotia (The) | | 245,000 | 16,186 | 18,316 |
| BCE Inc. | | 398,600 | 17,015 | 23,131 |
| Brookfield Asset Management Inc., Class "A" | | 294,000 | 10,498 | 13,024 |
| Canadian Imperial Bank of Commerce | | 305,600 | 28,894 | 33,482 |
| Canadian Pacific Railway Limited | | 79,400 | 14,476 | 15,210 |
| Enbridge Inc. | | 219,400 | 7,711 | 12,396 |
| Fortis Inc. | | 477,000 | 17,010 | 19,776 |
| Innergex Renewable Energy Inc. | | 1,127,200 | 9,601 | 15,815 |
| KingSett Canadian Real Estate Income Fund LP, Restricted* | | 6,599 | 7,318 | 9,078 |
| Loblaw Companies Limited | | 166,400 | 11,450 | 11,788 |
| Pembina Pipeline Corporation | | 413,500 | 12,192 | 17,350 |
| Rogers Communications Inc., Class "B" | | 303,000 | 14,915 | 15,692 |
| Royal Bank of Canada | | 400,500 | 30,571 | 36,393 |
| Skyline International Development Inc. | | 223,230 | 2,676 | 2,010 |
| Sun Life Financial Inc. | | 147,800 | 5,945 | 7,619 |
| Toronto-Dominion Bank (The) | | 183,100 | 11,439 | 12,125 |
| TransCanada Corporation | | 404,000 | 17,360 | 24,458 |
| Waste Connections, Inc. | | 79,965 | 7,879 | 8,441 |
| | | | **246,912** | **300,626** |
| **Germany (1.7%)** | | | | |
| Bayer Aktiengesellschaft | | 115,000 | 15,274 | 16,150 |
| SAP SE | | 80,000 | 7,830 | 9,412 |
| | | | **23,104** | **25,562** |
| **Ireland (1.1%)** | | | | |
| Allergan PLC | | 60,000 | **15,600** | **16,935** |
| **United Kingdom (1.6%)** | | | | |
| National Grid PLC | | 997,000 | 16,704 | 15,674 |
| Prudential PLC | | 314,214 | 8,412 | 8,425 |
| | | | **25,116** | **24,099** |

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (58.0%) (cont'd)** | | | |
| **United States (30.1%)** | | | |
| Apple Inc. | 135,000 | 19,505 | 21,000 |
| Becton, Dickinson and Company | 35,300 | 6,501 | 7,848 |
| Blackstone Tactical Opportunities Fund II L.P.* | 7,352,639 | 9,743 | 10,718 |
| Broadcom Limited | 36,000 | 7,918 | 8,547 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 174,405 | 2,898 | 4,534 |
| Comcast Corporation, Class "A" | 176,900 | 4,666 | 16,424 |
| Costco Wholesale Corporation | 97,698 | 19,657 | 21,003 |
| CVS Health Corporation | 129,821 | 16,882 | 13,761 |
| Fidelity National Information Services, Inc. | 165,000 | 15,557 | 16,758 |
| Home Depot, Inc. (The) | 133,132 | 17,778 | 23,978 |
| Honeywell International Inc. | 163,000 | 16,439 | 25,360 |
| Hormel Foods Corporation | 334,500 | 16,146 | 15,634 |
| Johnson & Johnson | 48,000 | 7,716 | 7,428 |
| JPMorgan Chase & Co. | 297,900 | 22,955 | 34,533 |
| MasterCard Incorporated, Class "A" | 66,000 | 7,878 | 9,153 |
| Medtronic PLC | 140,100 | 12,977 | 13,405 |
| Merck & Co., Inc. | 97,000 | 7,987 | 7,667 |
| Microsoft Corporation | 296,900 | 19,988 | 24,772 |
| NextEra Energy, Inc. | 95,800 | 13,454 | 15,371 |
| NIKE, Inc., Class "B" | 237,000 | 13,325 | 16,175 |
| Oracle Corporation | 154,000 | 7,961 | 7,951 |
| Pfizer Inc. | 579,000 | 26,080 | 25,262 |
| PPG Industries, Inc. | 45,800 | 6,209 | 5,827 |
| Schlumberger Limited | 74,000 | 7,944 | 8,341 |
| Sherwin-Williams Company (The) | 22,000 | 7,853 | 7,948 |
| Starwood Distressed Opportunity Fund IX, LP* | 15,345 | 6,439 | 18,799 |
| TJX Companies, Inc. (The) | 196,000 | 18,480 | 19,784 |
| United Technologies Corporation | 59,500 | 8,057 | 8,772 |
| Verizon Communications Inc. | 320,700 | 18,383 | 22,992 |
| Visa Inc., Class "A" | 143,400 | 14,047 | 15,050 |
| | | **381,423** | **454,795** |
| **INVESTMENTS IN UNDERLYING FUNDS (12.6%)** | | | |
| Dynamic Alternative Yield Fund, Series "O" | 764,290 | 7,598 | 7,880 |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 7,427,651 | 78,398 | 75,094 |
| Dynamic Credit Spectrum Fund, Series "O" | 4,296,794 | 41,579 | 38,843 |
| Dynamic High Yield Bond Fund, Series "O" | 12,042,278 | 42,855 | 38,054 |
| Dynamic Premium Yield Fund, Series "O" | 2,938,182 | 33,570 | 30,763 |
| | | **204,000** | **190,634** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (88.4%)** | | **1,203,875** | **1,336,520** |
| **TRANSACTION COSTS (0.0%)** | | **(433)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (88.4%)** | | **1,203,442** | **1,336,520** |
| **WRITTEN OPTIONS (0.0%)** | | **–** | **(470)** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.0%)** | | **–** | **9** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (10.6%)** | | | |
| Canadian | | 52,683 | 52,683 |
| Foreign | | 106,707 | 106,705 |
| | | **159,390** | **159,388** |
| **OTHER NET ASSETS (LIABILITIES) (1.0%)** | | | **14,220** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **1,509,667** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**
As at December 31, 2016

**Schedule of Written Options**

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| Canadian Natural Resources Limited, 42.50 Put, Jan. 06 17 | Put | (1,789) | (178,900) | 6-Jan-17 | 42.50 | CAD | (72) | (66) |
| TransCanada Corporation, 59.00 Put, Jan. 06 17 | Put | (1,114) | (111,400) | 6-Jan-17 | 59.00 | CAD | (58) | (12) |
| Halliburton Company, 50.50 Put, Jan. 13 17 | Put | (1,147) | (114,700) | 13-Jan-17 | 50.50 | USD | (63) | (28) |
| Allergan PLC, 182.50 Put, Jan. 20 17 | Put | (150) | (15,000) | 20-Jan-17 | 182.50 | USD | (38) | (11) |
| Equinix, Inc., 330.00 Put, Jan. 20 17 | Put | (120) | (12,000) | 20-Jan-17 | 330.00 | USD | (68) | (27) |
| Texas Instruments Incorporated, 70.00 Put, Jan. 20 17 | Put | (820) | (82,000) | 20-Jan-17 | 70.00 | USD | (77) | (57) |
| Blackstone Group L.P. (The), 26.50 Put, Jan. 27 17 | Put | (2,324) | (232,400) | 27-Jan-17 | 26.50 | USD | (129) | (195) |
| Microsoft Corporation, 59.00 Put, Jan. 27 17 | Put | (780) | (78,000) | 27-Jan-17 | 59.00 | USD | (83) | (74) |
| | | | | | | | **(588)** | **(470)** |

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 10-Mar-17 | CAD 10,186 | (GBP) (6,119) | 0.601 | 0.603 | 41 |
| Bank of Nova Scotia (The) | A-1 | 10-Mar-17 | CAD 1,269 | (GBP) (762) | 0.600 | 0.603 | 6 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 2,669 | (GBP) (1,603) | 0.601 | 0.603 | 12 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 192 | (GBP) (116) | 0.603 | 0.603 | – |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 1,593 | (GBP) (960) | 0.603 | 0.603 | 2 |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 2,661 | (GBP) (1,600) | 0.601 | 0.603 | 8 |
| | | | | | | | **69** |

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 1,081 | (USD) (799) | 0.739 | 0.745 | 8 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 282 | (USD) (209) | 0.740 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 258 | (CAD) (343) | 1.333 | 1.342 | 2 |
| | | | | | | | **12** |

| | |
|---|---|
| Total Unrealized Gain on Currency Forward Contracts | **81** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 10-Mar-17 | CAD 9,438 | (USD) (7,052) | 0.747 | 0.745 | (23) |
| Citigroup Global Markets Limited | A-1 | 10-Mar-17 | CAD 9,438 | (USD) (7,052) | 0.747 | 0.745 | (22) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 18,853 | (EUR) (13,423) | 0.712 | 0.704 | (215) |
| Bank of Montreal | A-1 | 10-Mar-17 | CAD 3,196 | (EUR) (2,277) | 0.712 | 0.704 | (38) |
| Bank of Montreal | A-1 | 10-Mar-17 | CAD 9,435 | (USD) (7,052) | 0.747 | 0.745 | (26) |
| Goldman Sachs International | A-1 | 10-Mar-17 | CAD 9,444 | (USD) (7,052) | 0.747 | 0.745 | (17) |
| Toronto-Dominion Bank (The) | A-1+ | 10-Mar-17 | CAD 1,856 | (GBP) (1,120) | 0.604 | 0.603 | (1) |
| | | | | | | | **(342)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 16,221 | (CAD) (21,843) | 1.347 | 1.342 | (67) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 219 | (CAD) (298) | 1.357 | 1.342 | (3) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 246 | (CAD) (332) | 1.351 | 1.342 | (2) |
| | | | | | | | **(72)** |

| | |
|---|---|
| Total Unrealized Loss on Currency Forward Contracts | **(414)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|
| **Enterprise Products Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | |
| 17,300 | 26-Apr-17 | USD 602,320 | 1.085 | 26 |
| 82,200 | 27-Apr-17 | USD 2,861,893 | 1.085 | 123 |
| 129,800 | 28-Apr-17 | USD 4,519,144 | 1.085 | 193 |
| | | | | **342** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve high income and long-term capital growth by investing in a diversified portfolio of fixed income and income-oriented equity securities.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | 29,773 |
| 1-3 years | 44,358 | 41,355 |
| 3-5 years | 87,991 | 81,317 |
| 5-10 years | 128,985 | 147,292 |
| > 10 years | 8,235 | 44,390 |
| | **269,569** | **344,127** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $2,931,000 or approximately 0.2% (June 30, 2016 – $4,575,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 822,395 | (37,843) | 784,552 | 52.0 |
| Euro | 25,577 | (22,302) | 3,275 | 0.2 |
| Pound Sterling | 22,828 | (20,368) | 2,460 | 0.2 |
| Israeli Shekel | 2,010 | – | 2,010 | 0.1 |
| | **872,810** | **(80,513)** | **792,297** | **52.5** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 21,405 | (21,393) | 12 | 0.0 |
| | **21,405** | **(21,393)** | **12** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 675,462 | (223,066) | 452,396 | 28.7 |
| Euro | 23,684 | (19,856) | 3,828 | 0.2 |
| Pound Sterling | 17,015 | (13,302) | 3,713 | 0.2 |
| Israeli Shekel | 2,166 | – | 2,166 | 0.1 |
| | **718,327** | **(256,224)** | **462,103** | **29.2** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 23,078 | (22,756) | 322 | 0.0 |
| | **23,078** | **(22,756)** | **322** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $79,231,000 or approximately 4.6% (June 30, 2016 – $46,243,000 or approximately 2.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 70.6% (June 30, 2016 – 67.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $106,682,000 (June 30, 2016 – $105,806,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | – | – | 8.7 | 1.9 |
| AAA | 2.6 | 0.5 | 12.4 | 2.7 |
| AA | 16.4 | 2.9 | 13.4 | 2.9 |
| A | 41.8 | 7.4 | 34.3 | 7.5 |
| BBB | 36.5 | 6.5 | 28.4 | 6.2 |
| BB | 2.3 | 0.4 | 2.5 | 0.5 |
| Unrated | 0.4 | 0.1 | 0.3 | 0.1 |
| | **100.0** | **17.8** | **100.0** | **21.8** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **17.8** | **19.9** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 11.8 | 11.7 |
| **Foreign Bonds and Debentures** | | |
| France | 0.2 | 0.2 |
| United Kingdom | 0.3 | 0.4 |
| United States | 5.5 | 7.6 |
| **EQUITIES** | **58.0** | **52.0** |
| Canadian Equities – Real Estate Investment Trusts | 1.8 | 2.2 |
| Foreign Equities – Real Estate Investment Trusts | 1.8 | 0.5 |
| Canada | 19.9 | 19.3 |
| Germany | 1.7 | 0.5 |
| Ireland | 1.1 | – |
| Spain | – | 1.0 |
| United Kingdom | 1.6 | 1.1 |
| United States | 30.1 | 27.4 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **12.6** | **15.1** |
| **PURCHASED OPTIONS** | **–** | **0.0** |
| **WRITTEN OPTIONS** | **0.0** | **0.0** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **10.6** | **12.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 780,226 | 51,671 | 44,420 | 876,317 |
| Bonds and debentures | – | 269,569 | – | 269,569 |
| Underlying funds | 190,634 | – | – | 190,634 |
| Unrealized gain on currency forward contracts | – | 81 | – | 81 |
| Unrealized gain on swap contracts | – | 342 | – | 342 |
| | **970,860** | **321,663** | **44,420** | **1,336,943** |
| Liability for written options | (470) | – | – | (470) |
| Unrealized loss on currency forward contracts | – | (414) | – | (414) |
| Unrealized loss on currency spot contracts | – | (9) | – | (9) |
| | **970,390** | **321,240** | **44,420** | **1,336,050** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 734,748 | 42,287 | 43,309 | 820,344 |
| Bonds and debentures | – | 314,354 | – | 314,354 |
| Underlying funds | 238,388 | – | – | 238,388 |
| Money market instruments | – | 29,774 | – | 29,774 |
| Warrants, rights and options | 4 | – | – | 4 |
| Unrealized gain on currency forward contracts | – | 1,396 | – | 1,396 |
| | **973,140** | **387,811** | **43,309** | **1,404,260** |
| Liability for written options | (677) | – | – | (677) |
| Unrealized loss on currency forward contracts | – | (3,540) | – | (3,540) |
| Unrealized loss on currency spot contracts | – | (6) | – | (6) |
| | **972,463** | **384,265** | **43,309** | **1,400,037** |

#### *Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

#### *Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 43,309 | 36,544 |
| Purchases/Return of Capital | 3,461 | 15,335 |
| Sales | (4,771) | (10,711) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | 4 | 2,055 |
| Net changes in unrealized gain (loss)* | 2,417 | 86 |
| **End of period** | **44,420** | **43,309** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $2,417,000 and $1,975,000, respectively.

#### *Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 44,420 | n/a |
| | | | **44,420** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 43,309 | n/a |
| | | | **43,309** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 81 | (34) | – | 47 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 342 | – | – | 342 |
| | **423** | **(34)** | **–** | **389** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 414 | (34) | – | 380 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **414** | **(34)** | **–** | **380** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,396 | (1,034) | – | 362 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,396** | **(1,034)** | **–** | **362** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3,540 | (1,034) | – | 2,506 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **3,540** | **(1,034)** | **–** | **2,506** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Blackstone Tactical Opportunities Fund II L.P. | 10,718 | 0.5 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 4,534 | 0.2 |
| Dynamic Alternative Yield Fund, Series "O" | 7,880 | 0.6 |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 75,094 | 3.3 |
| Dynamic Credit Spectrum Fund, Series "O" | 38,843 | 9.1 |
| Dynamic High Yield Bond Fund, Series "O" | 38,054 | 8.3 |
| Dynamic Premium Yield Fund, Series "O" | 30,763 | 2.4 |
| Starwood Distressed Opportunity Fund IX, LP | 18,799 | 0.4 |
| | **224,685** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Blackstone Tactical Opportunities Fund II L.P.* | 7,348 | 0.0 |
| Cohen & Steers Select Infrastructure Fund, Inc. | 4,708 | 0.2 |
| Dynamic Alternative Yield Fund, Series "O" | 11,775 | 0.8 |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 78,659 | 5.1 |
| Dynamic Credit Spectrum Fund, Series "O" | 41,549 | 9.4 |
| Dynamic High Yield Bond Fund, Series "O" | 40,775 | 8.5 |
| Dynamic Premium Yield Fund, Series "O" | 65,630 | 3.9 |
| KingSett Canadian Real Estate Income Fund LP, Restricted* | 9,070 | 0.7 |
| Starwood Distressed Opportunity Fund IX, LP* | 21,154 | 0.0 |
| | **280,668** | |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Yield Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 15.13 | 15.12 | 14.87 | 14.87 |
| Series E | 11.03 | 11.03 | 10.84 | 10.84 |
| Series F | 16.64 | 16.64 | 16.25 | 16.25 |
| Series FH – USD Series | 11.38 | 11.38 | 11.13 | 11.13 |
| Series FI | n/a | n/a | 11.32 | 11.32 |
| Series FT | 9.43 | 9.43 | 9.49 | 9.49 |
| Series G | 15.28 | 15.28 | 15.01 | 15.01 |
| Series H – USD Series | 10.98 | 10.98 | 10.80 | 10.80 |
| Series I | 17.72 | 17.72 | 17.23 | 17.23 |
| Series IT | 9.25 | 9.25 | 9.29 | 9.29 |
| Series T | 9.49 | 9.49 | 9.63 | 9.63 |

# Dynamic Advantage Bond Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 654,326 | 744,655 |
| Unrealized gain on currency forward contracts | 237 | 406 |
| Unrealized gain on futures contracts | 1,583 | – |
| Cash | 3,949 | 4,651 |
| Margin deposited on derivatives | 3,857 | 15,316 |
| Receivable for securities sold | – | 335 |
| Subscriptions receivable | 596 | 497 |
| Accrued investment income and other | 4,190 | 4,694 |
| | **668,738** | **770,554** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 571 | 648 |
| Redemptions payable | 1,111 | 2,732 |
| Accrued expenses | 112 | 121 |
| Distributions payable | 482 | – |
| Unrealized loss on currency forward contracts | 436 | 627 |
| Unrealized loss on futures contracts | – | 9,966 |
| | **2,712** | **14,094** |
| **Net assets attributable to holders of redeemable shares** | **666,026** | **756,460** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 240,994 | 284,813 |
| Series E | 53,074 | 54,178 |
| Series F | 126,141 | 75,896 |
| Series FH (in equivalent CAD) | 13,001 | 11,741 |
| Series FI | n/a | 63,677 |
| Series FT | 75,017 | 73,067 |
| Series H (in equivalent CAD) | 15,142 | 16,677 |
| Series I | 48,725 | 63,566 |
| Series IT | 13,500 | 16,465 |
| Series T | 80,432 | 96,380 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES – USD** | | |
| Series FH | 9,683 | 9,028 |
| Series H | 11,278 | 12,823 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 13.03 | 12.97 |
| Series E | 10.12 | 10.08 |
| Series F | 13.49 | 13.38 |
| Series FH (in equivalent CAD) | 14.38 | 13.81 |
| Series FI | n/a | 10.34 |
| Series FT | 9.34 | 9.45 |
| Series H (in equivalent CAD) | 13.86 | 13.36 |
| Series I | 14.83 | 14.65 |
| Series IT | 9.57 | 9.65 |
| Series T | 9.27 | 9.42 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series FH | 10.71 | 10.62 |
| Series H | 10.32 | 10.27 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | – | 72 |
| Interest for distribution purposes | 12,601 | 15,211 |
| Net realized gain (loss) on non-derivative financial assets | 3,455 | 6,785 |
| Net realized gain (loss) on options contracts | 59 | 15 |
| Net realized gain (loss) on currency forward contracts | (4,232) | (11,340) |
| Net realized gain (loss) on futures contracts | 2,905 | (428) |
| Net realized gain (loss) on swap contracts | – | 958 |
| Change in unrealized gain (loss) on non-derivative financial assets | (18,773) | (5,471) |
| Change in unrealized gain (loss) on currency forward contracts | 22 | (1,176) |
| Change in unrealized gain (loss) on futures contracts | 11,549 | (6,484) |
| Change in unrealized gain (loss) on swap contracts | – | (906) |
| Dividend and interest expense on securities sold short | (1) | – |
| Net gain (loss) on investments | **7,585** | **(2,764)** |
| Securities lending | 29 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 1,464 | 3,851 |
| Total income (loss), net | **9,078** | **1,087** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,230 | 4,078 |
| Fixed administration fees (note 6) | 373 | 522 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 4 | 8 |
| Foreign withholding taxes/tax reclaims | – | (5) |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 456 | 576 |
| Transaction costs | 12 | 28 |
| Total expenses | **4,077** | **5,208** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **4,077** | **5,207** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **5,001** | **(4,120)** |
| Income tax recovery (expense) | 520 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **5,521** | **(4,120)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 1,235 | (3,608) |
| Series E | 220 | (525) |
| Series F | 578 | (574) |
| Series FH (in equivalent CAD) | 493 | 1,288 |
| Series FI | 461 | (593) |
| Series FT | 568 | (429) |
| Series H (in equivalent CAD) | 583 | 1,952 |
| Series I | 758 | (274) |
| Series IT | 203 | (87) |
| Series T | 422 | (1,270) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 374 | 975 |
| Series H | 442 | 1,476 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.06 | (0.14) |
| Series E | 0.04 | (0.10) |
| Series F | 0.09 | (0.09) |
| Series FH (in equivalent CAD) | 0.56 | 1.47 |
| Series FI | 0.09 | (0.07) |
| Series FT | 0.07 | (0.06) |
| Series H (in equivalent CAD) | 0.50 | 1.26 |
| Series I | 0.19 | (0.05) |
| Series IT | 0.13 | (0.04) |
| Series T | 0.04 | (0.11) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE – USD†** | | |
| Series FH | 0.42 | 1.11 |
| Series H | 0.38 | 0.95 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 20,359,037 | 25,586,689 |
| Series E | 5,175,010 | 5,149,750 |
| Series F | 6,115,784 | 6,055,323 |
| Series FH | 882,632 | 877,208 |
| Series FI | 4,962,596 | 8,442,455 |
| Series FT | 7,868,662 | 6,301,965 |
| Series H | 1,176,181 | 1,544,139 |
| Series I | 3,954,426 | 5,643,592 |
| Series IT | 1,584,023 | 1,894,011 |
| Series T | 9,390,154 | 11,887,135 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 284,813 | 354,272 |
| Series E | 54,178 | 49,989 |
| Series F | 75,896 | 77,553 |
| Series FH | 11,741 | 15,111 |
| Series FI | 63,677 | 88,812 |
| Series FT | 73,067 | 60,340 |
| Series H | 16,677 | 22,031 |
| Series I | 63,566 | 85,886 |
| Series IT | 16,465 | 21,611 |
| Series T | 96,380 | 123,015 |
| | **756,460** | **898,620** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 1,235 | (3,608) |
| Series E | 220 | (525) |
| Series F | 578 | (574) |
| Series FH | 493 | 1,288 |
| Series FI | 461 | (593) |
| Series FT | 568 | (429) |
| Series H | 583 | 1,952 |
| Series I | 758 | (274) |
| Series IT | 203 | (87) |
| Series T | 422 | (1,270) |
| | **5,521** | **(4,120)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series FT | (676) | (399) |
| Series IT | (148) | (147) |
| Series T | (924) | (889) |
| From return of capital | | |
| Series FT | (870) | (901) |
| Series IT | (163) | (232) |
| Series T | (892) | (1,541) |
| | **(3,673)** | **(4,109)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 9,939 | 25,066 |
| Series E | 10,983 | 14,475 |
| Series F | 67,593 | 15,985 |
| Series FH | 1,697 | 952 |
| Series FI | 14 | 19,944 |
| Series FT | 10,037 | 11,509 |
| Series H | 545 | 285 |
| Series I | 103 | 4,087 |
| Series IT | 145 | – |
| Series T | 1,147 | 6,160 |
| Reinvested distributions | | |
| Series FT | 152 | 96 |
| Series IT | 90 | 101 |
| Series T | 441 | 558 |
| Payments on redemption | | |
| Series A | (54,993) | (48,977) |
| Series E | (12,307) | (8,485) |
| Series F | (17,926) | (6,934) |
| Series FH | (930) | (5,075) |
| Series FI | (64,152) | (25,837) |
| Series FT | (7,261) | (4,509) |
| Series H | (2,663) | (3,336) |
| Series I | (15,702) | (8,176) |
| Series IT | (3,092) | (5,391) |
| Series T | (16,142) | (14,928) |
| | **(92,282)** | **(32,430)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (43,819) | (27,519) |
| Series E | (1,104) | 5,465 |
| Series F | 50,245 | 8,477 |
| Series FH | 1,260 | (2,835) |
| Series FI | (63,677) | (6,486) |
| Series FT | 1,950 | 5,367 |
| Series H | (1,535) | (1,099) |
| Series I | (14,841) | (4,363) |
| Series IT | (2,965) | (5,756) |
| Series T | (15,948) | (11,910) |
| | **(90,434)** | **(40,659)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 240,994 | 326,753 |
| Series E | 53,074 | 55,454 |
| Series F | 126,141 | 86,030 |
| Series FH | 13,001 | 12,276 |
| Series FI | n/a | 82,326 |
| Series FT | 75,017 | 65,707 |
| Series H | 15,142 | 20,932 |
| Series I | 48,725 | 81,523 |
| Series IT | 13,500 | 15,855 |
| Series T | 80,432 | 111,105 |
| | **666,026** | **857,961** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 5,521 | (4,120) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,455) | (6,785) |
| Net realized (gain) loss on options contracts | (59) | (15) |
| Unrealized foreign currency translation (gain) loss | 25 | (3,888) |
| Change in unrealized (gain) loss on non-derivative financial assets | 18,773 | 5,471 |
| Change in unrealized (gain) loss on currency forward contracts | (22) | 1,176 |
| Change in unrealized (gain) loss on futures contracts | (11,549) | 6,484 |
| Change in unrealized (gain) loss on swap contracts | – | 906 |
| Purchases of portfolio investments | (109,875) | (369,760) |
| Proceeds from sale of portfolio investments | 185,280 | 348,875 |
| Margin deposited on derivatives | 11,459 | (10,453) |
| Accrued investment income and other | 504 | 399 |
| Accrued expenses and other payables | (86) | (44) |
| **Net cash provided by (used in) operating activities** | **96,516** | **(31,754)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | (10,436) | 82,795 |
| Amounts paid on redemption of redeemable shares | (84,249) | (116,196) |
| Distributions to shareholders of redeemable shares | (2,508) | (2,802) |
| **Net cash provided by (used in) financing activities** | **(97,193)** | **(36,203)** |
| Unrealized foreign currency translation gain (loss) | (25) | 3,888 |
| Net increase (decrease) in cash | (702) | (64,069) |
| Cash (bank overdraft), beginning of period | 4,651 | 67,775 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **3,949** | **3,706** |
| Interest paid[1] | 4 | 8 |
| Interest received[1] | 13,105 | 15,600 |
| Dividends paid[1] | 1 | – |
| Dividends received, net of withholding taxes[1] | – | 77 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **BONDS AND DEBENTURES (94.5%)** | | | |
| **Canadian Bonds and Debentures (77.3%)** | | | |
| **Federal (16.8%)** | | | |
| Canada Housing Trust, 1.031% Sep. 15 17 | 1,302 | 1,306 | 1,305 |
| Canada Housing Trust, 0.871% Sep. 15 18 | 1,198 | 1,200 | 1,200 |
| Government of Canada, 1.75% Sep. 01 19 | 12,096 | 12,407 | 12,386 |
| Government of Canada, 4.25% Dec. 01 21, Real Return Bond | 26,461 | 53,137 | 49,933 |
| Government of Canada, 1.50% Dec. 01 44, Real Return Bond | 33,743 | 47,879 | 47,337 |
| | | **115,929** | **112,161** |
| **Provincial (23.0%)** | | | |
| Ontario Electricity Financial Corporation, 8.25% Jun. 22 26 | 1,695 | 2,343 | 2,485 |
| Province of Alberta, 3.10% Jun. 01 24 | 1,780 | 1,961 | 1,880 |
| Province of British Columbia, 4.80% Jun. 15 21 | 511 | 544 | 581 |
| Province of British Columbia, 2.70% Dec. 18 22 | 4,086 | 4,288 | 4,281 |
| Province of British Columbia, 3.30% Dec. 18 23 | 8,140 | 8,901 | 8,803 |
| Province of Manitoba, 2.55% Jun. 02 23 | 2,043 | 2,054 | 2,097 |
| Province of Manitoba, 3.30% Jun. 02 24 | 2,273 | 2,441 | 2,426 |
| Province of Manitoba, 2.45% Jun. 02 25 | 5,032 | 5,017 | 5,031 |
| Province of Manitoba, 6.30% Mar. 05 31 | 3,005 | 4,492 | 4,081 |
| Province of New Brunswick, 3.35% Dec. 03 21 | 1,597 | 1,738 | 1,713 |
| Province of New Brunswick, 3.65% Jun. 03 24 | 3,631 | 3,991 | 3,950 |
| Province of Nova Scotia, 6.60% Dec. 01 31 | 2,325 | 3,576 | 3,252 |
| Province of Ontario, 3.15% Jun. 02 22 | 19,815 | 21,509 | 21,143 |
| Province of Ontario, 2.85% Jun. 02 23 | 13,707 | 13,524 | 14,362 |
| Province of Ontario, 2.60% Jun. 02 25 | 29,909 | 30,268 | 30,393 |
| Province of Ontario, 6.50% Mar. 08 29 | 2,512 | 3,494 | 3,458 |
| Province of Ontario, 6.20% Jun. 02 31 | 1,844 | 2,531 | 2,536 |
| Province of Quebec, 3.00% Sep. 01 23 | 25,584 | 27,171 | 27,037 |
| Province of Quebec, 3.75% Sep. 01 24 | 1,918 | 2,145 | 2,118 |
| Province of Quebec, 2.75% Sep. 01 25 | 9,388 | 9,615 | 9,636 |
| Province of Quebec, 4.50% Dec. 01 26, Series "OP", Real Return Bond | 1,165 | 2,214 | 2,220 |
| | | **153,817** | **153,483** |
| **Corporate (37.5%)** | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | 2,442 | 2,659 | 2,569 |
| Alliance Pipeline Limited Partnership, 6.765% Dec. 31 25 | 1,270 | 1,551 | 1,439 |
| AltaGas Ltd., 4.55% Jan. 17 19 | 1,000 | 1,103 | 1,055 |
| AltaGas Ltd., 3.57% Mar. 12 23, Series 10 | 1,749 | 1,748 | 1,813 |
| AltaLink, L.P., 3.265% Mar. 05 20, Series 13-1 | 1,777 | 1,777 | 1,836 |
| AltaLink, L.P., 3.621% Sep. 17 20 | 1,744 | 1,913 | 1,863 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | 3,755 | 3,801 | 3,937 |
| AltaLink, L.P., 3.399% Mar. 06 24 | 1,800 | 1,891 | 1,916 |
| AltaLink Investments, L.P., 3.674% Mar. 05 19 | 155 | 168 | 161 |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | 1,116 | 1,109 | 1,111 |
| Bank of Montreal, 3.40% Apr. 23 21 | 3,891 | 4,178 | 4,126 |
| Bank of Montreal, 2.12% Mar. 16 22 | 7,978 | 7,956 | 7,979 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | 1,642 | 1,680 | 1,672 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | 3,590 | 3,644 | 3,635 |
| Bank of Nova Scotia (The), 2.09% Sep. 09 20 | 2,307 | 2,311 | 2,331 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | 471 | 471 | 468 |
| bcIMC Realty Corporation, 2.96% Mar. 07 19 | 2,325 | 2,416 | 2,398 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | 1,782 | 1,781 | 1,790 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | 2,157 | 2,218 | 2,294 |
| Bell Canada, 4.40% Mar. 16 18, Series "M-22" | 2,324 | 2,452 | 2,409 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | 2,928 | 2,951 | 3,058 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | 2,737 | 2,859 | 3,019 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | 2,993 | 3,070 | 3,225 |
| Brookfield Asset Management Inc., 4.82% Oct. 28 25 | 1,768 | 1,767 | 1,916 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | 1,470 | 1,469 | 1,438 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | 2,779 | 2,908 | 3,042 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | 3,534 | 3,583 | 3,847 |
| Canadian Imperial Bank of Commerce, 1.70% Oct. 09 18 | 1,779 | 1,784 | 1,789 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | 1,510 | 1,546 | 1,541 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | 3,925 | 3,922 | 3,938 |
| Canadian Imperial Bank of Commerce, 1.64% Jul. 12 21 | 2,335 | 2,334 | 2,302 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | 3,597 | 3,589 | 3,672 |
| **BONDS AND DEBENTURES (94.5%) (cont'd)** | | | |
| **Canadian Bonds and Debentures (77.3%) (cont'd)** | | | |
| **Corporate (37.5%) (cont'd)** | | | |
| Canadian Natural Resources Limited, 3.05% Jun. 19 19 | 1,575 | 1,574 | 1,607 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | 2,227 | 2,227 | 2,257 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | 3,270 | 3,270 | 3,453 |
| Centra Gas Ontario Inc., 8.65% Oct. 19 18 | 2,033 | 2,664 | 2,270 |
| CI Financial Corp., 2.645% Dec. 07 20 | 2,483 | 2,483 | 2,493 |
| CU Inc., 6.80% Aug. 13 19 | 690 | 818 | 783 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | 3,967 | 4,203 | 4,279 |
| Emera Incorporated, 2.90% Jun. 16 23 | 1,096 | 1,096 | 1,093 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | 3,320 | 3,522 | 3,602 |
| Enbridge Income Fund Holdings Inc., 4.10% Feb. 22 19, Series 6 | 1,004 | 1,004 | 1,052 |
| Enbridge Income Fund Holdings Inc., 3.94% Jan. 13 23 | 1,269 | 1,269 | 1,350 |
| Enbridge Pipelines Inc., 6.62% Nov. 19 18 | 255 | 298 | 279 |
| Enbridge Pipelines Inc., 3.79% May 17 23 | 1,378 | 1,487 | 1,478 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | 951 | 1,291 | 1,243 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | 2,123 | 2,123 | 2,124 |
| First Capital Realty Inc., 4.95% Nov. 30 18, Series "K" | 1,167 | 1,173 | 1,234 |
| First Capital Realty Inc., 5.48% Jul. 30 19, Series "L" | 2,461 | 2,826 | 2,670 |
| First Capital Realty Inc., 4.43% Jan. 31 22, Series "O" | 2,220 | 2,232 | 2,388 |
| First Capital Realty Inc., 3.95% Dec. 05 22, Series "P" | 3,149 | 3,122 | 3,325 |
| Fortis Inc., 2.85% Oct. 12 23 | 1,911 | 1,913 | 1,916 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | 3,005 | 3,005 | 2,988 |
| Hydro One Inc., 1.62% Apr. 30 20 | 4,844 | 4,831 | 4,845 |
| Institutional Mortgage Securities Canada Inc., 4.697% Feb. 12 21, Series 2011-1, Class "A2" | 1,471 | 1,471 | 1,601 |
| Inter Pipeline (Corridor) Inc., 4.897% Feb. 03 20, Series "C" | 1,207 | 1,328 | 1,316 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | 3,958 | 4,091 | 4,104 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | 1,880 | 2,086 | 2,083 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | 195 | 195 | 207 |
| Lower Mattagami Energy Limited Partnership, 2.228% Oct. 23 17 | 2,120 | 2,120 | 2,139 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | 2,593 | 2,711 | 2,855 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | 3,099 | 3,155 | 3,218 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | 1,802 | 1,801 | 1,837 |
| OMERS Realty Corporation, 2.473% Nov. 12 19 | 4,192 | 4,282 | 4,290 |
| OMERS Realty Corporation, 3.203% Jul. 24 20 | 704 | 704 | 738 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | 1,316 | 1,376 | 1,371 |
| OMERS Realty Corporation, 2.858% Jan. 23 24, Series 7 | 1,000 | 1,000 | 1,019 |
| OMERS Realty Corporation, 3.328% Nov. 12 24 | 228 | 240 | 238 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | 1,339 | 1,377 | 1,469 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | 5,971 | 5,948 | 6,267 |
| Rogers Communications Inc., 2.80% Mar. 13 19 | 875 | 875 | 898 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | 4,285 | 4,689 | 4,830 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | 2,980 | 3,034 | 3,041 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | 9,000 | 8,975 | 9,043 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | 2,202 | 2,313 | 2,282 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | 1,518 | 1,517 | 1,524 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | 627 | 627 | 618 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | 3,863 | 3,791 | 3,827 |
| Shaw Communications Inc., 5.65% Oct. 01 19 | 1,742 | 1,863 | 1,901 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | 2,846 | 2,846 | 2,895 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | 1,327 | 1,319 | 1,384 |
| Suncor Energy Inc., 5.80% May 22 18 | 2,028 | 2,231 | 2,149 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | 1,445 | 1,441 | 1,426 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (94.5%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (77.3%) (cont'd)** | | | | |
| **Corporate (37.5%) (cont'd)** | | | | |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 5,233 | 5,832 | 5,775 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 603 | 616 | 616 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 1,606 | 1,598 | 1,606 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 6,960 | 7,211 | 7,154 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 551 | 551 | 536 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 7,699 | 8,117 | 8,094 |
| Union Gas Limited, 8.75% Aug. 03 18, Series 1993 | | 1,755 | 2,355 | 1,943 |
| Union Gas Limited, 4.85% Apr. 25 22, Series 6 | | 800 | 911 | 909 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 100 | 109 | 108 |
| Union Gas Limited, 3.19% Jun. 17 25, Series 13 | | 502 | 502 | 521 |
| Union Gas Limited, 2.81% Mar. 01 26 | | 1,743 | 1,743 | 1,742 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 3,533 | 3,523 | 3,623 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 2,196 | 2,187 | 2,306 |
| Videotron Ltd., 6.875% Jan. 27 17 | | 3,136 | 3,264 | 3,253 |
| Videotron Ltd., 5.00% Jul. 15 22 | USD | 545 | 538 | 753 |
| Videotron Ltd., 5.625% Mar. 15 25 | | 3,615 | 3,602 | 3,731 |
| Videotron Ltd., 5.75% Sep. 15 20 | | 3,000 | 3,000 | 3,111 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 2,993 | 3,468 | 3,212 |
| Westcoast Energy Inc., 4.57% Jul. 02 20 | | 1,650 | 1,738 | 1,784 |
| | | | **247,311** | **249,665** |
| **Foreign Bonds and Debentures (17.2%)** | | | | |
| **Belgium (0.4%)** | | | | |
| Anheuser-Busch InBev Worldwide Inc., 3.375% Jan. 25 23 | | 2,529 | **2,707** | **2,640** |
| **France (0.6%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 70 | 98 | 105 |
| Pernod Ricard SA, 4.25% Jul. 15 22 | USD | 2,687 | 2,793 | 3,780 |
| | | | **2,891** | **3,885** |
| **United Kingdom (1.1%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 2,100 | 2,173 | 2,164 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 4,822 | 4,776 | 4,896 |
| | | | **6,949** | **7,060** |
| **United States (15.1%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 1,927 | 2,382 | 2,545 |
| Altria Group, Inc., 9.70% Nov. 10 18 | USD | 1,232 | 1,711 | 1,892 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 3,117 | 3,678 | 4,196 |
| Anheuser Busch InBev Finance Inc., 3.30% Dec. 01 22 | USD | 1,200 | 1,592 | 1,642 |
| Ball Corporation, 5.00% Mar. 15 22 | USD | 2,609 | 3,510 | 3,683 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 1,597 | 2,064 | 2,340 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 1,440 | 1,494 | 2,134 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 2,315 | 3,803 | 4,210 |
| Constellation Brands, Inc., 3.75% May 01 21 | USD | 1,098 | 1,141 | 1,526 |
| Constellation Brands, Inc., 6.00% May 01 22 | USD | 3,129 | 3,558 | 4,759 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 3,504 | 5,182 | 5,101 |
| Crown Castle Towers LLC, 4.883% Aug. 15 20, Series 2010-6, Class C-2020 | USD | 1,800 | 2,053 | 2,576 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 700 | 934 | 949 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 2,400 | 3,354 | 3,317 |
| Medtronic, Inc., 2.50% Mar. 15 20 | USD | 713 | 892 | 969 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 4,184 | 5,192 | 5,758 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 1,975 | 2,439 | 2,734 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 3,105 | 4,755 | 4,759 |
| Silgan Holdings Inc., 5.50% Aug. 01 17 | USD | 2,842 | 3,828 | 3,978 |
| Simon Property Group, L.P., 5.65% Feb. 01 20 | USD | 1,730 | 2,003 | 2,542 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 1,725 | 2,139 | 2,356 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 2,090 | 2,964 | 3,026 |
| UnitedHealth Group Incorporated, 2.30% Dec. 15 19 | USD | 434 | 558 | 587 |
| UnitedHealth Group Incorporated, 3.375% Aug. 15 21 | USD | 3,400 | 4,288 | 4,740 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 1,268 | 1,638 | 1,727 |
| UnitedHealth Group Incorporated, 3.35% Jul. 15 22 | USD | 2,095 | 2,716 | 2,900 |
| Universal Health Services, Inc., 4.75% Aug. 01 17 | USD | 1,000 | 1,406 | 1,366 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 683 | 972 | 982 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 2,720 | 3,791 | 4,044 |
| Visa Inc., 2.80% Oct. 14 22 | USD | 893 | 1,169 | 1,207 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 2,586 | 3,602 | 3,491 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 3,986 | 5,143 | 5,273 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 1,319 | 1,753 | 1,798 |
| Wells Fargo & Company, 2.50% Mar. 04 21 | USD | 3,130 | 4,149 | 4,174 |
| Wells Fargo & Company, 2.509% Oct. 27 23 | | 1,189 | 1,186 | 1,169 |
| | | | **93,039** | **100,450** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.5%)** | | | **622,643** | **629,344** |
| **TRANSACTION COSTS (0.0%)** | | | **(3)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.5%)** | | | **622,640** | **629,344** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.1%)** | | | **–** | **1,384** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (4.3%)** | | | | |
| Canadian | | | (268) | (268) |
| Foreign | | | 4,241 | 4,217 |
| **Money Market Instruments** | | | | |
| Government of Canada T-Bill, 0.00%, Feb. 23 17 | | 25,000 | 24,982 | 24,982 |
| | | | **28,955** | **28,931** |
| **OTHER NET ASSETS (LIABILITIES) (1.1%)** | | | | **6,367** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | | **666,026** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD 18,862 | (USD) (14,000) | 0.742 | 0.745 | 69 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 9,833 | (USD) (7,300) | 0.742 | 0.745 | 33 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 8,489 | (USD) (6,300) | 0.742 | 0.745 | 32 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 25,073 | (USD) (18,600) | 0.742 | 0.745 | 103 |
| | | | | | | | **237** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 14,452 | (USD) | (10,812) | 0.748 | 0.745 | (56) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD | 24,870 | (USD) | (18,636) | 0.749 | 0.745 | (136) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD | 8,076 | (USD) | (6,052) | 0.749 | 0.745 | (45) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD | 7,892 | (USD) | (5,900) | 0.748 | 0.745 | (25) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD | 4,700 | (CAD) | (6,379) | 1.357 | 1.342 | (70) |
| Bank of Montreal | A-1 | 19-Jan-17 | USD | 400 | (CAD) | (537) | 1.343 | 1.342 | – |
| | | | | | | | | | **(332)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD | 651 | (USD) | (496) | 0.762 | 0.745 | (15) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD | 21,370 | (CAD) | (28,776) | 1.347 | 1.342 | (89) |
| | | | | | | | | | **(104)** |

| | |
|---|---|
| Total Unrealized Loss on Currency Forward Contracts | **(436)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (1,074) | CAD | 138.8600 | 22-Mar-17 | (149,136) | (147,707) | 1,429 |
| United States Treasury 10 Year Bond Futures, Mar. 17 | (123) | USD | 124.8906 | 22-Mar-17 | (20,626) | (20,525) | 101 |
| United States Treasury 2 Year Bond Futures, Mar. 17 | (18) | USD | 108.4687 | 31-Mar-17 | (5,243) | (5,237) | 6 |
| United States Treasury 5 Year Bond Futures, Mar. 17 | (37) | USD | 118.2344 | 31-Mar-17 | (5,874) | (5,846) | 28 |
| United States Treasury Ultra 10-Year Treasury Note Futures, Mar. 17 | (14) | USD | 135.0781 | 22-Mar-17 | (2,539) | (2,520) | 19 |
| | | | | | **(183,418)** | **(181,835)** | **1,583** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income while preserving capital through strategic investment in a diversified portfolio of primarily Canadian fixed income securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 32,903 | (5,715) |
| 1-3 years | 75,037 | 74,697 |
| 3-5 years | 169,041 | 176,395 |
| 5-10 years | 305,423 | 382,456 |
| > 10 years | 73,504 | 106,856 |
| | **655,909** | **734,689** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $9,661,000 or approximately 1.5% (June 30, 2016 – $10,426,000 or approximately 1.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 111,758 | (110,726) | 1,032 | 0.2 |
| | **111,758** | **(110,726)** | **1,032** | **0.2** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 28,143 | (28,021) | 122 | 0.0 |
| | **28,143** | **(28,021)** | **122** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 146,549 | (100,393) | 74,556 | 9.9 |
| | **146,549** | **(100,393)** | **74,556** | **9.9** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 28,418 | (28,401) | 17 | 0.0 |
| | **28,418** | **(28,401)** | **17** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $115,000 or approximately 0.0% (June 30, 2016 – $1,777,000 or approximately 0.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 3.8 | 3.8 | – | – |
| AAA | 19.5 | 19.1 | 22.2 | 21.9 |
| AA | 13.2 | 13.0 | 12.4 | 12.2 |
| A | 41.4 | 40.6 | 42.2 | 41.5 |
| BBB | 19.0 | 18.7 | 19.6 | 19.3 |
| BB | 2.8 | 2.8 | 3.3 | 3.2 |
| Unrated | 0.3 | 0.3 | 0.3 | 0.3 |
| | **100.0** | **98.3** | **100.0** | **98.4** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Advantage Bond Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **94.5** | **98.4** |
| **Canadian Bonds and Debentures** | | |
| Federal | 16.8 | 18.1 |
| Provincial | 23.0 | 25.5 |
| Corporate | 37.5 | 36.5 |
| **Foreign Bonds and Debentures** | | |
| Australia | – | 1.1 |
| Belgium | 0.4 | 0.3 |
| France | 0.6 | 0.5 |
| United Kingdom | 1.1 | 1.4 |
| United States | 15.1 | 15.0 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **4.3** | **0.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 629,344 | – | 629,344 |
| Money market instruments | – | 24,982 | – | 24,982 |
| Unrealized gain on currency forward contracts | – | 237 | – | 237 |
| Unrealized gain on futures contracts | 1,583 | – | – | 1,583 |
| | **1,583** | **654,563** | **–** | **656,146** |
| Unrealized loss on currency forward contracts | – | (436) | – | (436) |
| | **1,583** | **654,127** | **–** | **655,710** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 744,655 | – | 744,655 |
| Unrealized gain on currency forward contracts | – | 406 | – | 406 |
| | **–** | **745,061** | **–** | **745,061** |
| Unrealized loss on currency forward contracts | – | (627) | – | (627) |
| Unrealized loss on futures contracts | (9,966) | – | – | (9,966) |
| | **(9,966)** | **744,434** | **–** | **734,468** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 237 | (224) | – | 13 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **237** | **(224)** | **–** | **13** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 436 | (224) | – | 212 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **436** | **(224)** | **–** | **212** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 406 | (25) | – | 381 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **406** | **(25)** | **–** | **381** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 627 | (25) | – | 602 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **627** | **(25)** | **–** | **602** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 29,765 | 32,649 |
| Unrealized gain on currency forward contracts | 16 | 14 |
| Unrealized gain on futures contracts | 27 | – |
| Cash | 476 | 184 |
| Margin deposited on derivatives | 481 | 265 |
| Accrued investment income and other | 225 | 256 |
| | **30,990** | **33,368** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 35 | 36 |
| Payable for securities purchased | – | 519 |
| Redemptions payable | 9 | 141 |
| Accrued expenses | 4 | 5 |
| Distributions payable | 15 | – |
| Unrealized loss on currency forward contracts | 15 | 37 |
| Unrealized loss on futures contracts | – | 159 |
| | **78** | **897** |
| **Net assets attributable to holders of redeemable shares** | **30,912** | **32,471** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 5,089 | 5,435 |
| Series E | 444 | 725 |
| Series F | 4,614 | 4,706 |
| Series I | 2,104 | 2,665 |
| Series T | 18,661 | 18,940 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 10.00 | 10.01 |
| Series E | 9.88 | 9.89 |
| Series F | 10.37 | 10.34 |
| Series I | 10.56 | 10.48 |
| Series T | 8.48 | 8.67 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | – | 16 |
| Interest for distribution purposes | 651 | 706 |
| Net realized gain (loss) on non-derivative financial assets | (16) | 558 |
| Net realized gain (loss) on options contracts | 3 | 1 |
| Net realized gain (loss) on currency forward contracts | (280) | (948) |
| Net realized gain (loss) on futures contracts | 102 | (172) |
| Net realized gain (loss) on swap contracts | – | 3 |
| Change in unrealized gain (loss) on non-derivative financial assets | (439) | 39 |
| Change in unrealized gain (loss) on currency forward contracts | 24 | (79) |
| Change in unrealized gain (loss) on futures contracts | 186 | (59) |
| Net gain (loss) on investments | **231** | **65** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 2 | 32 |
| Total income (loss), net | **234** | **97** |
| **EXPENSES** | | |
| Management fees (note 5) | 198 | 235 |
| Fixed administration fees (note 6) | 26 | 32 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 17 | 21 |
| Total expenses | **243** | **289** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **243** | **289** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **(9)** | **(192)** |
| Income tax recovery (expense) | 13 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **4** | **(192)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | (6) | (51) |
| Series E | (1) | (6) |
| Series F | 15 | (11) |
| Series I | 18 | 7 |
| Series T | (22) | (131) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | (0.01) | (0.06) |
| Series E | (0.02) | (0.06) |
| Series F | 0.03 | (0.02) |
| Series I | 0.07 | 0.02 |
| Series T | (0.01) | (0.06) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 525,698 | 719,222 |
| Series E | 53,468 | 107,501 |
| Series F | 453,697 | 505,723 |
| Series I | 247,538 | 373,343 |
| Series T | 2,166,911 | 2,293,463 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 5,435 | 7,942 |
| Series E | 725 | 956 |
| Series F | 4,706 | 5,351 |
| Series I | 2,665 | 4,013 |
| Series T | 18,940 | 21,343 |
| | **32,471** | **39,605** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | (6) | (51) |
| Series E | (1) | (6) |
| Series F | 15 | (11) |
| Series I | 18 | 7 |
| Series T | (22) | (131) |
| | **4** | **(192)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series T | (174) | (141) |
| From return of capital | | |
| Series T | (213) | (288) |
| | **(387)** | **(429)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 321 | 325 |
| Series E | – | 422 |
| Series F | 80 | 236 |
| Series I | – | 23 |
| Series T | 1,321 | 879 |
| Reinvested distributions | | |
| Series T | 297 | 335 |
| Payments on redemption | | |
| Series A | (661) | (1,536) |
| Series E | (280) | (106) |
| Series F | (187) | (280) |
| Series I | (579) | (366) |
| Series T | (1,488) | (1,602) |
| | **(1,176)** | **(1,670)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (346) | (1,262) |
| Series E | (281) | 310 |
| Series F | (92) | (55) |
| Series I | (561) | (336) |
| Series T | (279) | (948) |
| | **(1,559)** | **(2,291)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 5,089 | 6,680 |
| Series E | 444 | 1,266 |
| Series F | 4,614 | 5,296 |
| Series I | 2,104 | 3,677 |
| Series T | 18,661 | 20,395 |
| | **30,912** | **37,314** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 4 | (192) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 16 | (558) |
| Net realized (gain) loss on options contracts | (3) | (1) |
| Unrealized foreign currency translation (gain) loss | – | (26) |
| Change in unrealized (gain) loss on non-derivative financial assets | 439 | (39) |
| Change in unrealized (gain) loss on currency forward contracts | (24) | 79 |
| Change in unrealized (gain) loss on futures contracts | (186) | 59 |
| Purchases of portfolio investments | (5,763) | (5,634) |
| Proceeds from sale of portfolio investments | 7,676 | 7,741 |
| Margin deposited on derivatives | (216) | 181 |
| Accrued investment income and other | 31 | 64 |
| Accrued expenses and other payables | (2) | (5) |
| **Net cash provided by (used in) operating activities** | **1,972** | **1,669** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 1,570 | 1,628 |
| Amounts paid on redemption of redeemable shares | (3,175) | (3,411) |
| Distributions to shareholders of redeemable shares | (75) | (78) |
| **Net cash provided by (used in) financing activities** | **(1,680)** | **(1,861)** |
| Unrealized foreign currency translation gain (loss) | – | 26 |
| Net increase (decrease) in cash | 292 | (166) |
| Cash (bank overdraft), beginning of period | 184 | 1,260 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **476** | **1,094** |
| Interest paid[1] | 1 | – |
| Interest received[1] | 682 | 769 |
| Dividends received, net of withholding taxes[1] | – | 16 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (93.7%)** | | | | |
| **Canadian Bonds and Debentures (65.1%)** | | | | |
| **Federal (1.1%)** | | | | |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | | 260 | 260 | 259 |
| Government of Canada, 0.75% Mar. 01 21 | | 60 | 60 | 59 |
| Government of Canada, 3.50% Dec. 01 45 | | 29 | 39 | 36 |
| | | | **359** | **354** |
| **Corporate (64.0%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 162 | 175 | 170 |
| AltaGas Ltd., 4.55% Jan. 17 19 | | 200 | 221 | 211 |
| AltaGas Ltd., 4.07% Jun. 01 20 | | 287 | 309 | 305 |
| AltaLink, L.P., 3.265% Mar. 05 20, Series 13-1 | | 160 | 162 | 165 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | | 369 | 377 | 387 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 53 | 58 | 58 |
| AltaLink, L.P., 3.399% Mar. 06 24 | | 136 | 150 | 145 |
| AltaLink Investments, L.P., 3.674% Mar. 05 19 | | 298 | 310 | 309 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 53 | 56 | 55 |
| Bank of Montreal, 2.10% Oct. 06 20 | | 355 | 361 | 359 |
| Bank of Montreal, 1.88% Mar. 31 21 | | 91 | 91 | 91 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 119 | 128 | 126 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 291 | 291 | 286 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 148 | 147 | 148 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 37 | 38 | 38 |
| Bank of Nova Scotia (The), 3.27% Jan. 11 21 | | 340 | 365 | 358 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 277 | 292 | 287 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 11 | 11 | 11 |
| bcIMC Realty Corporation, 2.79% Aug. 02 18 | | 241 | 241 | 246 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 88 | 88 | 88 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 379 | 393 | 394 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | | 72 | 78 | 79 |
| Brookfield Asset Management Inc., 4.54% Mar. 31 23 | | 204 | 214 | 220 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 96 | 100 | 106 |
| Brookfield Asset Management Inc., 3.80% Dec. 16 26 | | 74 | 74 | 73 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | | 164 | 164 | 160 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | | 394 | 425 | 429 |
| Canadian Imperial Bank of Commerce, 2.22% Mar. 07 18 | | 91 | 93 | 92 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 148 | 153 | 151 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 627 | 629 | 629 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 258 | 258 | 263 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | | 232 | 232 | 235 |
| Canadian Natural Resources Limited, 3.55% Mar. 03 24 | | 255 | 254 | 258 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | | 200 | 191 | 211 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 212 | 212 | 213 |
| CU Inc., 6.80% Aug. 13 19 | | 364 | 445 | 413 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 392 | 425 | 423 |
| Emera Incorporated, 2.90% Jun. 16 23 | | 67 | 67 | 67 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 217 | 239 | 235 |
| Enbridge Pipelines Inc., 3.79% May 17 23 | | 186 | 201 | 199 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 95 | 95 | 95 |
| First Capital Realty Inc., 5.85% Jan. 31 17, Series "H" | | 50 | 55 | 50 |
| First Capital Realty Inc., 4.50% Mar. 01 21, Series "N" | | 447 | 475 | 481 |
| Fortis Inc., 2.85% Oct. 12 23 | | 151 | 151 | 151 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 205 | 205 | 204 |
| H&R Real Estate Investment Trust, 4.45% Mar. 02 20, Series "F" | | 201 | 209 | 213 |
| Hydro One Inc., 1.62% Apr. 30 20 | | 72 | 72 | 72 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 358 | 358 | 359 |
| IGM Financial Inc., 7.35% Apr. 08 19 | | 775 | 955 | 868 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | | 57 | 60 | 59 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | | 140 | 159 | 155 |
| Inter Pipeline Ltd., 2.608% Jul. 13 23 | | 129 | 129 | 128 |
| Inter Pipeline Ltd., 3.484% Sep. 16 26 | | 200 | 200 | 203 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | | 100 | 113 | 110 |
| **BONDS AND DEBENTURES (93.7%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (65.1%) (cont'd)** | | | | |
| **Corporate (64.0%) (cont'd)** | | | | |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | | 117 | 124 | 124 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 206 | 210 | 214 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 227 | 227 | 231 |
| OMERS Realty Corporation, 2.473% Nov. 12 19 | | 236 | 236 | 241 |
| OMERS Realty Corporation, 3.203% Jul. 24 20 | | 198 | 198 | 207 |
| OMERS Realty Corporation, 3.358% Jun. 05 23 | | 186 | 182 | 196 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 325 | 337 | 341 |
| Rogers Communications Inc., 3.00% Jun. 06 17 | | 113 | 116 | 114 |
| Rogers Communications Inc., 2.80% Mar. 13 19 | | 48 | 48 | 49 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 350 | 401 | 394 |
| Royal Bank of Canada, 2.98% May 07 19 | | 700 | 721 | 723 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 37 | 38 | 38 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 36 | 38 | 37 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 351 | 353 | 352 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | | 201 | 201 | 198 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | | 132 | 129 | 131 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 292 | 292 | 290 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | | 124 | 124 | 126 |
| Smart Real Estate Investment Trust, 3.985% May 30 23, Series "I" | | 230 | 231 | 240 |
| Suncor Energy Inc., 5.80% May 22 18 | | 113 | 127 | 120 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 81 | 81 | 80 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 229 | 228 | 228 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 508 | 515 | 519 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 14 | 14 | 14 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 367 | 379 | 377 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 463 | 463 | 451 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 44 | 47 | 46 |
| Union Gas Limited, 8.75% Aug. 03 18, Series 1993 | | 145 | 183 | 161 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 138 | 138 | 150 |
| Union Gas Limited, 3.19% Jun. 17 25, Series 13 | | 32 | 32 | 33 |
| Union Gas Limited, 2.81% Mar. 01 26 | | 193 | 193 | 193 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 358 | 364 | 367 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 64 | 64 | 67 |
| Videotron Ltd., 5.625% Mar. 15 25 | | 525 | 523 | 542 |
| Westcoast Energy Inc., 3.12% Dec. 05 22 | | 347 | 346 | 355 |
| | | | **19,857** | **19,790** |
| **Foreign Bonds and Debentures (28.6%)** | | | | |
| **Australia (2.0%)** | | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | | 609 | **619** | **617** |
| **Belgium (1.5%)** | | | | |
| Anheuser-Busch InBev Worldwide Inc., 2.375% Jan. 25 18 | | 455 | **456** | **461** |
| **France (1.1%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 218 | **262** | **325** |
| **United Kingdom (1.3%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 326 | 338 | 336 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 75 | 74 | 76 |
| | | | **412** | **412** |
| **United States (22.7%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 144 | 178 | 190 |
| Aetna Inc., 3.20% Mar. 15 26 | USD | 205 | 265 | 273 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 335 | 432 | 451 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 299 | 374 | 438 |
| Boston Properties Limited Partnership, 5.625% Nov. 15 20 | USD | 95 | 137 | 141 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 158 | 308 | 287 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 200 | 290 | 291 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (93.7%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (28.6%) (cont'd)** | | | | |
| **United States (22.7%) (cont'd)** | | | | |
| Crown Castle Towers LLC, 3.222% May 15 21, Class C-2022 | USD | 179 | 217 | 245 |
| JPMorgan Chase & Co., 2.75% May 23 20 | USD | 278 | 361 | 377 |
| JPMorgan Chase & Co., 3.90% Apr. 15 25 | USD | 65 | 90 | 90 |
| Medtronic, Inc., 2.50% Mar. 15 20 | USD | 23 | 29 | 31 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 351 | 443 | 483 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 45 | 58 | 62 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 220 | 333 | 337 |
| Silgan Holdings Inc., 5.50% Aug. 01 17 | USD | 137 | 144 | 192 |
| Thermo Fisher Scientific Inc., 3.60% May 15 21 | USD | 50 | 65 | 69 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 246 | 313 | 336 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 251 | 366 | 363 |
| UnitedHealth Group Incorporated, 2.30% Dec. 15 19 | USD | 131 | 166 | 177 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 255 | 319 | 347 |
| UnitedHealth Group Incorporated, 3.35% Jul. 15 22 | USD | 93 | 121 | 129 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 161 | 191 | 232 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 115 | 135 | 171 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 81 | 114 | 109 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 408 | 528 | 540 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 62 | 82 | 85 |
| Wells Fargo & Company, 2.50% Mar. 04 21 | USD | 201 | 261 | 268 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 220 | 272 | 293 |
| | | | **6,592** | **7,007** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.7%)** | | | **28,557** | **28,966** |
| **TRANSACTION COSTS (0.0%)** | | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.7%)** | | | **28,557** | **28,966** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.2%)** | | | **–** | **28** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (4.1%)** | | | | |
| Canadian | | | (147) | (147) |
| Foreign | | | 622 | 623 |
| **Money Market Instruments** | | | | |
| Government of Canada T-Bill, 0.00%, Feb. 23 17 | | 800 | 799 | 799 |
| | | | **1,274** | **1,275** |
| **OTHER NET ASSETS (LIABILITIES) (2.0%)** | | | | **643** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | | **30,912** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

## Schedule of Derivative Instruments

### *Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD | 1,752 | (USD) | (1,300) | 0.742 | 0.745 | 6 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD | 673 | (USD) | (500) | 0.742 | 0.745 | 2 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD | 808 | (USD) | (600) | 0.742 | 0.745 | 3 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD | 1,227 | (USD) | (910) | 0.742 | 0.745 | 5 |
| | | | | | | | | | **16** |

### *Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 24-Feb-17 | CAD | 1,022 | (USD) | (766) | 0.749 | 0.745 | (6) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD | 474 | (USD) | (355) | 0.749 | 0.745 | (3) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD | 268 | (USD) | (200) | 0.748 | 0.745 | (1) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 1,830 | (USD) | (1,369) | 0.748 | 0.745 | (5) |
| | | | | | | | | | **(15)** |

### *Unrealized Gain (Loss) on Futures Contracts*

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (18) | CAD | 138.8820 | 22-Mar-17 | (2,500) | (2,476) | 24 |
| United States Treasury 2 Year Bond Futures, Mar. 17 | (2) | USD | 108.4687 | 31-Mar-17 | (583) | (582) | 1 |
| United States Treasury 5 Year Bond Futures, Mar. 17 | (2) | USD | 118.2344 | 31-Mar-17 | (318) | (316) | 2 |
| | | | | | **(3,401)** | **(3,374)** | **27** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide income and capital appreciation from an actively managed and diversified portfolio of primarily investment grade fixed income securities issued by corporations based in North America.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 1,733 | 819 |
| 1-3 years | 7,226 | 10,095 |
| 3-5 years | 8,582 | 10,070 |
| 5-10 years | 11,351 | 10,831 |
| > 10 years | 900 | 675 |
| | **29,792** | **32,490** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $302,000 or approximately 1.0% (June 30, 2016 – $323,000 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 8,141 | (8,053) | 88 | 0.3 |
| | **8,141** | **(8,053)** | **88** | **0.3** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 8,503 | (7,595) | 908 | 2.8 |
| | **8,503** | **(7,595)** | **908** | **2.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $9,000 or approximately 0.0% (June 30, 2016 – $91,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 2.7 | 2.6 | 0.9 | 0.9 |
| AAA | 1.2 | 1.1 | 5.5 | 5.5 |
| AA | 18.3 | 17.6 | 18.0 | 18.1 |
| A | 43.3 | 41.8 | 41.9 | 42.1 |
| BBB | 31.7 | 30.5 | 31.2 | 31.4 |
| BB | 2.5 | 2.4 | 2.2 | 2.2 |
| Unrated | 0.3 | 0.3 | 0.3 | 0.3 |
| | **100.0** | **96.3** | **100.0** | **100.4** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **93.7** | **99.5** |
| **Canadian Bonds and Debentures** | | |
| Federal | 1.1 | 3.8 |
| Corporate | 64.0 | 64.5 |
| **Foreign Bonds and Debentures** | | |
| Australia | 2.0 | 2.6 |
| Belgium | 1.5 | 1.4 |
| France | 1.1 | 1.0 |
| United Kingdom | 1.3 | 1.4 |
| United States | 22.7 | 24.8 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **4.1** | **1.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| **December 31, 2016** Bonds and debentures | – | 28,966 | – | 28,966 |
| Money market instruments | – | 799 | – | 799 |
| Unrealized gain on currency forward contracts | – | 16 | – | 16 |
| Unrealized gain on futures contracts | 27 | – | – | 27 |
| | **27** | **29,781** | **–** | **29,808** |
| Unrealized loss on currency forward contracts | – | (15) | – | (15) |
| | **27** | **29,766** | **–** | **29,793** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Corporate Bond Strategies Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 32,359 | – | 32,359 |
| Money market instruments | – | 290 | – | 290 |
| Unrealized gain on currency forward contracts | – | 14 | – | 14 |
| | **–** | **32,663** | **–** | **32,663** |
| Unrealized loss on currency forward contracts | – | (37) | – | (37) |
| Unrealized loss on futures contracts | (159) | – | – | (159) |
| | **(159)** | **32,626** | **–** | **32,467** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 16 | (13) | – | 3 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **16** | **(13)** | **–** | **3** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 15 | (13) | – | 2 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **15** | **(13)** | **–** | **2** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 14 | (4) | – | 10 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **14** | **(4)** | **–** | **10** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 37 | (4) | – | 33 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **37** | **(4)** | **–** | **33** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Money Market Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 28,562 | 49,347 |
| Cash | 123 | 330 |
| Subscriptions receivable | 1 | – |
| Accrued investment income and other | 75 | 121 |
| | **28,761** | **49,798** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 17 | 27 |
| Redemptions payable | 346 | 62 |
| Accrued expenses | 6 | 10 |
| | **369** | **99** |
| **Net assets attributable to holders of redeemable shares** | **28,392** | **49,699** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 1,015 | 1,235 |
| Series C | 22,989 | 39,344 |
| Series F | 4,388 | 9,120 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 5.93 | 5.93 |
| Series C | 10.11 | 10.10 |
| Series F | 5.76 | 5.75 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series C | 7.53 | 7.77 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 239 | 97 |
| Net realized gain (loss) on non-derivative financial assets | (7) | – |
| Net gain (loss) on investments | **232** | **97** |
| Net realized and unrealized foreign currency translation gain (loss) | (4) | (15) |
| Total income (loss), net | **228** | **82** |
| **EXPENSES** | | |
| Management fees (note 5) | 117 | 64 |
| Fixed administration fees (note 6) | 39 | 22 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 16 | 10 |
| Total expenses | **173** | **97** |
| Expenses absorbed by the Manager | (2) | (17) |
| Net expenses | **171** | **80** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **57** | **2** |
| Income tax recovery (expense) | 1 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **58** | **2** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | –** | –** |
| Series C | 47 | 2 |
| Series F | 11 | –** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE† | | |
| Series A | 0.01 | –** |
| Series C | 0.01 | –** |
| Series F | 0.01 | –** |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 185,693 | 214,961 |
| Series C | 3,711,558 | 1,919,482 |
| Series F | 1,320,793 | 477,693 |

**This yields a non-zero amount which rounds to zero.

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 1,235 | 1,317 |
| Series C | 39,344 | 18,524 |
| Series F | 9,120 | 1,320 |
| | **49,699** | **21,161** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | – | – |
| Series C | 47 | 2 |
| Series F | 11 | – |
| | **58** | **2** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series C | 9,284 | 17,903 |
| Series F | 3,270 | 3,278 |
| Payments on redemption | | |
| Series A | (220) | (72) |
| Series C | (25,686) | (18,578) |
| Series F | (8,013) | (1,453) |
| | **(21,365)** | **1,078** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (220) | (72) |
| Series C | (16,355) | (673) |
| Series F | (4,732) | 1,825 |
| | **(21,307)** | **1,080** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 1,015 | 1,245 |
| Series C | 22,989 | 17,851 |
| Series F | 4,388 | 3,145 |
| | **28,392** | **22,241** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 58 | 2 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 7 | – |
| Purchases of portfolio investments | (149,707) | (49,923) |
| Proceeds from sale of portfolio investments | 170,485 | 50,023 |
| Accrued investment income and other | 46 | (43) |
| Accrued expenses and other payables | (14) | 1 |
| **Net cash provided by (used in) operating activities** | **20,875** | **60** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 12,519 | 21,092 |
| Amounts paid on redemption of redeemable shares | (33,601) | (19,731) |
| **Net cash provided by (used in) financing activities** | **(21,082)** | **1,361** |
| Net increase (decrease) in cash | (207) | 1,421 |
| Cash (bank overdraft), beginning of period | 330 | (1,015) |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **123** | **406** |
| Interest received[1] | 273 | 58 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Money Market Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s) | Average Cost and Carrying Value ($000s) |
|---|---|---|
| **BONDS AND DEBENTURES (56.6%)** | | |
| **Short Term Bonds (56.6%)** | | |
| Bank of Montreal, 1.168% Apr. 10 17 | 200 | 200 |
| Bank of Montreal, 1.491% Mar. 29 18 | 1,100 | 1,104 |
| Bank of Nova Scotia (The), 1.506% Apr. 20 18 | 200 | 201 |
| Bank of Nova Scotia (The), 2.598% Feb. 27 17 | 1,000 | 1,002 |
| BMW Canada Inc., 1.305% Feb. 24 17 | 700 | 700 |
| Canadian Imperial Bank of Commerce, 1.077% May 17 17 | 200 | 200 |
| Canadian Imperial Bank of Commerce, 1.554% Feb. 08 18 | 1,100 | 1,100 |
| Genesis Trust II, 2.295% Feb. 15 17, Series 2013-1, Class "A" | 1,275 | 1,277 |
| Greater Toronto Airports Authority, 4.85% Jun. 01 17 | 675 | 686 |
| Honda Canada Finance Inc., 2.275% Dec. 11 17 | 500 | 506 |
| HSBC Bank of Canada, 3.558% Oct. 04 17 | 189 | 192 |
| International Business Machines Corporation, 2.20% Feb. 10 17 | 740 | 741 |
| John Deere Canada Funding Inc., 1.95% Apr. 12 17 | 800 | 806 |
| Lower Mattagami Energy Limited Partnership, 2.228% Oct. 23 17 | 700 | 707 |
| Manulife Bank of Canada, 1.29% Mar. 27 17 | 150 | 150 |
| Manulife Bank of Canada, 1.407% Jun. 01 18 | 500 | 500 |
| Master Credit Card Trust, 2.626% Jan. 21 17, Class "A", Series 2012-1 | 1,300 | 1,301 |
| National Bank of Canada, 1.40% Jun. 14 18 | 1,300 | 1,303 |
| Royal Bank of Canada, 1.044% Aug. 04 17 | 700 | 700 |
| Royal Bank of Canada, 2.58% Apr. 13 17 | 500 | 502 |
| Toronto-Dominion Bank (The), 1.49% Mar. 28 18 | 1,300 | 1,300 |
| Toyota Credit Canada Inc., 2.45% Feb. 27 17 | 200 | 200 |
| Wells Fargo Canada Corporation, 2.774% Feb. 09 17 | 700 | 701 |
| | | **16,079** |
| **MONEY MARKET INSTRUMENTS (44.0%)** | | |
| **Commercial Paper (12.0%)** | | |
| Caisse centrale Desjardins, 0.00% Mar. 07 17 | 500 | 499 |
| FortisBC Energy Inc., 0.00% Mar. 01 17 | 700 | 699 |
| Honda Canada Finance Inc., 0.00% Jan. 13 17 | 200 | 200 |
| OMERS Finance Trust, 0.00% Mar. 02 17 | 200 | 200 |
| Ontario Teachers' Finance Trust, 0.00% Mar. 02 17 | 900 | 899 |
| Ontario Teachers' Finance Trust, 0.00% Mar. 08 17 | 400 | 399 |
| Toyota Credit Canada Inc., 0.00% Feb. 14 17 | 500 | 499 |
| | | **3,395** |
| **Promissory Notes (8.1%)** | | |
| Province of Saskatchewan, 0.00% Apr. 04 17 | 2,300 | **2,296** |
| **Treasury Bills (23.9%)** | | |
| Province of Ontario, Mar. 29 17 | 6,800 | **6,792** |
| **CARRYING VALUE OF INVESTMENTS (100.6%)** | | **28,562** |
| **CASH (0.4%)** | | |
| Canadian | | 123 |
| Foreign | | – |
| | | **123** |
| **OTHER NET ASSETS (LIABILITIES) (–1.0%)** | | **(293)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | **28,392** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Money Market Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek a high level of current income consistent with capital preservation and liquidity, by investing primarily in money market instruments.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 23,054 | 44,642 |
| 1-3 years | – | – |
| 3-5 years | 5,508 | 4,705 |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **28,562** | **49,347** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $36,000 or approximately 0.1% (June 30, 2016 – $93,000 or approximately 0.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund did not have significant currency risk exposure as at December 31, 2016 or June 30, 2016.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the money market instruments, excluding cash, held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total money market instruments (%) | Percentage of net assets (%) | Percentage of total money market instruments (%) | Percentage of net assets (%) |
| A-1+ | 38.8 | 39.0 | 9.5 | 9.5 |
| A-1 | 4.9 | 4.9 | 45.5 | 45.2 |
| AAA | 9.0 | 9.1 | 5.7 | 5.6 |
| AA | 27.1 | 27.3 | 25.5 | 25.3 |
| A | 20.2 | 20.3 | 13.8 | 13.7 |
| | **100.0** | **100.6** | **100.0** | **99.3** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **56.6** | **44.7** |
| Short-Term Bonds | 56.6 | 44.7 |
| **MONEY MARKET INSTRUMENTS** | **44.0** | **54.6** |
| Bankers' Acceptances | – | 5.0 |
| Bearers' Deposit Notes | – | 1.8 |
| Commercial Paper | 12.0 | 34.8 |
| Promissory Notes | 8.1 | 3.4 |
| Treasury Bills | 23.9 | 9.6 |
| **CASH** | **0.4** | **0.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 16,079 | – | 16,079 |
| Money market instruments | – | 12,483 | – | 12,483 |
| | **–** | **28,562** | **–** | **28,562** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 22,189 | – | 22,189 |
| Money market instruments | – | 27,158 | – | 27,158 |
| | **–** | **49,347** | **–** | **49,347** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Growth Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 478,226 | 502,140 |
| Cash | 5,783 | 17,237 |
| Receivable for securities sold | 16,591 | – |
| Subscriptions receivable | 623 | 638 |
| Accrued investment income and other | 2 | – |
| | **501,225** | **520,015** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 833 | 840 |
| Payable for securities purchased | – | 11,900 |
| Redemptions payable | 393 | 585 |
| Accrued expenses | 78 | 79 |
| Distributions payable | 133 | – |
| | **1,437** | **13,404** |
| **Net assets attributable to holders of redeemable shares** | **499,788** | **506,611** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 180,509 | 189,783 |
| Series E | 244,372 | 242,072 |
| Series F | 49,039 | 51,685 |
| Series IP | 9,662 | 10,975 |
| Series T | 16,206 | 12,096 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 9.10 | 9.02 |
| Series E | 14.14 | 14.01 |
| Series F | 12.17 | 12.00 |
| Series IP | 21.13 | 20.70 |
| Series T | 9.05 | 9.47 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 6.78 | 6.94 |
| Series F | 9.06 | 9.23 |
| Series IP | 15.74 | 15.92 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 117 | 211 |
| Interest for distribution purposes | 12 | 906 |
| Net realized gain (loss) on non-derivative financial assets | 18,886 | 85,966 |
| Change in unrealized gain (loss) on non-derivative financial assets | (6,623) | (34,842) |
| Net gain (loss) on investments | **12,392** | **52,241** |
| Net realized and unrealized foreign currency translation gain (loss) | (171) | 632 |
| Total income (loss), net | **12,221** | **52,873** |
| **EXPENSES** | | |
| Management fees (note 5) | 4,926 | 5,914 |
| Fixed administration fees (note 6) | 455 | 551 |
| Performance fees (note 12) | – | (8) |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 17 | 32 |
| Harmonized Sales Tax/Goods and Services Tax | 581 | 696 |
| Transaction costs | 695 | 927 |
| Total expenses | **6,675** | **8,113** |
| Expenses absorbed by the Manager | – | (5) |
| Net expenses | **6,675** | **8,108** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **5,546** | **44,765** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,139 | 14,747 |
| Series E | 2,300 | 25,385 |
| Series F | 968 | 3,355 |
| Series IP | 304 | 577 |
| Series T | (165) | 701 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.11 | 0.73 |
| Series E | 0.13 | 1.56 |
| Series F | 0.23 | 1.07 |
| Series IP | 0.61 | 0.70 |
| Series T | (0.10) | 0.62 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 20,272,160 | 20,084,236 |
| Series E | 17,276,105 | 16,204,026 |
| Series F | 4,234,763 | 3,155,218 |
| Series IP | 494,481 | 830,035 |
| Series T | 1,592,361 | 1,139,644 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Growth Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 189,783 | 231,994 |
| Series E | 242,072 | 353,060 |
| Series F | 51,685 | 39,973 |
| Series IP | 10,975 | 8,873 |
| Series T | 12,096 | 11,073 |
| | **506,611** | **644,973** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,139 | 14,747 |
| Series E | 2,300 | 25,385 |
| Series F | 968 | 3,355 |
| Series IP | 304 | 577 |
| Series T | (165) | 701 |
| | **5,546** | **44,765** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series T | (480) | (171) |
| From return of capital | | |
| Series T | (393) | (374) |
| | **(873)** | **(545)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 13,577 | 27,437 |
| Series F | 12,917 | 34,414 |
| Series IP | 822 | 17,522 |
| Series T | 7,257 | 7,562 |
| Reinvested distributions | | |
| Series T | 159 | 143 |
| Payments on redemption | | |
| Series A | (24,990) | (20,811) |
| Series E | – | (69,870) |
| Series F | (16,531) | (15,582) |
| Series IP | (2,439) | (570) |
| Series T | (2,268) | (975) |
| | **(11,496)** | **(20,730)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (9,274) | 21,373 |
| Series E | 2,300 | (44,485) |
| Series F | (2,646) | 22,187 |
| Series IP | (1,313) | 17,529 |
| Series T | 4,110 | 6,886 |
| | **(6,823)** | **23,490** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 180,509 | 253,367 |
| Series E | 244,372 | 308,575 |
| Series F | 49,039 | 62,160 |
| Series IP | 9,662 | 26,402 |
| Series T | 16,206 | 17,959 |
| | **499,788** | **668,463** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 5,546 | 44,765 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (18,886) | (85,966) |
| Unrealized foreign currency translation (gain) loss | 19 | (632) |
| Change in unrealized (gain) loss on non-derivative financial assets | 6,623 | 34,842 |
| Purchases of portfolio investments | (668,197) | (1,266,277) |
| Proceeds from sale of portfolio investments | 675,883 | 1,279,754 |
| Accrued investment income and other | (2) | (6) |
| Accrued expenses and other payables | (8) | (11) |
| **Net cash provided by (used in) operating activities** | **978** | **6,469** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 30,967 | 73,192 |
| Amounts paid on redemption of redeemable shares | (42,799) | (94,618) |
| Distributions to shareholders of redeemable shares | (581) | (324) |
| **Net cash provided by (used in) financing activities** | **(12,413)** | **(21,750)** |
| Unrealized foreign currency translation gain (loss) | (19) | 632 |
| Net increase (decrease) in cash | (11,454) | (14,649) |
| Cash (bank overdraft), beginning of period | 17,237 | 24,775 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **5,783** | **10,126** |
| Interest received[1] | 10 | 905 |
| Dividends received, net of withholding taxes[1] | 100 | 179 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (95.7%)** | | | |
| **United States (95.7%)** | | | |
| Abiomed, Inc. | 160,900 | 19,924 | 24,343 |
| Acacia Communications, Inc. | 226,600 | 21,165 | 18,788 |
| Align Technology, Inc. | 166,500 | 20,884 | 21,491 |
| Amazon.com, Inc. | 24,900 | 21,396 | 25,082 |
| Arista Networks, Inc. | 212,500 | 23,164 | 27,611 |
| Celgene Corporation | 162,100 | 25,569 | 25,208 |
| Ellie Mae, Inc. | 166,300 | 18,838 | 18,685 |
| Gigamon Inc. | 391,000 | 20,224 | 23,914 |
| Incyte Corporation | 185,300 | 24,947 | 24,947 |
| Inphi Corporation | 514,300 | 23,373 | 30,802 |
| Netflix, Inc. | 157,900 | 26,329 | 26,247 |
| Nevro Corp. | 158,900 | 17,405 | 15,506 |
| NVIDIA Corporation | 173,500 | 10,868 | 24,866 |
| Priceline Group Inc. (The) | 7,500 | 15,711 | 14,771 |
| Proofpoint, Inc. | 260,700 | 25,105 | 24,730 |
| ServiceNow, Inc. | 323,100 | 36,607 | 32,259 |
| Splunk Inc. | 207,300 | 16,858 | 14,237 |
| Square, Inc., Class "A" | 527,200 | 10,011 | 9,648 |
| TESARO, Inc. | 86,300 | 13,282 | 15,583 |
| Ulta Salon, Cosmetics & Fragrance, Inc. | 82,400 | 21,626 | 28,206 |
| Veeva Systems Inc., Class "A" | 443,000 | 19,064 | 24,209 |
| Zillow Group, Inc., Class "A" | 144,900 | 7,307 | 7,093 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.7%)** | | **439,657** | **478,226** |
| **TRANSACTION COSTS (0.0%)** | | **(206)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.7%)** | | **439,451** | **478,226** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.2%)** | | | |
| Canadian | | 2,440 | 2,440 |
| Foreign | | 3,362 | 3,343 |
| | | **5,802** | **5,783** |
| **OTHER NET ASSETS (LIABILITIES) (3.1%)** | | | **15,779** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **499,788** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power American Growth Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of United States businesses.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 496,712 | – | 496,712 | 99.4 |
| | **496,712** | **–** | **496,712** | **99.4** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 502,597 | – | 502,597 | 99.2 |
| | **502,597** | **–** | **502,597** | **99.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $49,671,000 or approximately 9.9% (June 30, 2016 – $50,260,000 or approximately 9.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 95.7% (June 30, 2016 – 99.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $47,823,000 (June 30, 2016 – $50,214,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **95.7** | **99.1** |
| United States | 95.7 | 99.1 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.2** | **3.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 478,226 | – | – | 478,226 |
| | **478,226** | **–** | **–** | **478,226** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 502,140 | – | – | 502,140 |
| | **502,140** | **–** | **–** | **502,140** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 26,936 | 30,706 |
| Unrealized gain on currency forward contracts | – | 1 |
| Unrealized gain on futures contracts | 19 | – |
| Cash | 111 | 412 |
| Margin deposited on derivatives | 214 | 157 |
| Receivable for securities sold | 7 | 81 |
| Subscriptions receivable | 2 | 59 |
| Accrued investment income and other | 69 | 84 |
| | **27,358** | **31,500** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 39 | 45 |
| Payable for securities purchased | – | 463 |
| Redemptions payable | 95 | 83 |
| Accrued expenses | 6 | 7 |
| Distributions payable | 30 | – |
| Unrealized loss on currency forward contracts | 15 | 69 |
| Unrealized loss on futures contracts | – | 87 |
| | **185** | **754** |
| **Net assets attributable to holders of redeemable shares** | **27,173** | **30,746** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 16,081 | 18,752 |
| Series E | 169 | 155 |
| Series F | 3,207 | 2,962 |
| Series FT | 368 | 314 |
| Series G | 4,008 | 4,875 |
| Series I | 941 | 804 |
| Series IP | 5 | 5 |
| Series IT | 6 | 6 |
| Series T | 2,388 | 2,873 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 11.59 | 11.17 |
| Series E | 10.97 | 10.56 |
| Series F | 12.59 | 12.03 |
| Series FT | 8.87 | 8.67 |
| Series G | 11.75 | 11.31 |
| Series I | 13.40 | 12.73 |
| Series IP | 12.41 | 11.88 |
| Series IT | 9.32 | 9.07 |
| Series T | 8.00 | 7.88 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 135 | 1,130 |
| Interest for distribution purposes | 168 | 241 |
| Net realized gain (loss) on non-derivative financial assets | 376 | 501 |
| Net realized gain (loss) on currency forward contracts | (150) | (323) |
| Net realized gain (loss) on futures contracts | 46 | (78) |
| Change in unrealized gain (loss) on non-derivative financial assets | 1,067 | (2,378) |
| Change in unrealized gain (loss) on currency forward contracts | 53 | 90 |
| Change in unrealized gain (loss) on futures contracts | 106 | (33) |
| Net gain (loss) on investments | **1,801** | **(850)** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 1 | 4 |
| Total income (loss), net | **1,803** | **(846)** |
| **EXPENSES** | | |
| Management fees (note 5) | 231 | 299 |
| Fixed administration fees (note 6) | 25 | 32 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 3 | – |
| Foreign withholding taxes/tax reclaims | 2 | 3 |
| Harmonized Sales Tax/Goods and Services Tax | 29 | 37 |
| Transaction costs | 14 | 11 |
| Total expenses | **305** | **383** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **305** | **383** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **1,498** | **(1,229)** |
| Income tax expense (recovery) | 3 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **1,501** | **(1,229)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 893 | (778) |
| Series E | 8 | (8) |
| Series F | 168 | (85) |
| Series FT | 18 | (6) |
| Series G | 232 | (188) |
| Series I | 48 | (18) |
| Series IP | – | (22) |
| Series IT | – | –** |
| Series T | 134 | (124) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE† | | |
| Series A | 0.58 | (0.41) |
| Series E | 0.53 | (0.39) |
| Series F | 0.65 | (0.41) |
| Series FT | 0.46 | (0.22) |
| Series G | 0.60 | (0.41) |
| Series I | 0.76 | (0.32) |
| Series IP | – | (0.30) |
| Series IT | – | (0.23) |
| Series T | 0.42 | (0.31) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 1,548,609 | 1,834,360 |
| Series E | 14,984 | 20,310 |
| Series F | 260,195 | 206,655 |
| Series FT | 39,079 | 25,055 |
| Series G | 385,174 | 455,129 |
| Series I | 63,435 | 55,042 |
| Series IP | 433 | 72,409 |
| Series IT | 678 | 626 |
| Series T | 319,024 | 408,319 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 18,752 | 23,655 |
| Series E | 155 | 244 |
| Series F | 2,962 | 2,712 |
| Series FT | 314 | 206 |
| Series G | 4,875 | 5,888 |
| Series I | 804 | 788 |
| Series IP | 5 | 966 |
| Series IT | 6 | 6 |
| Series T | 2,873 | 3,925 |
| | **30,746** | **38,390** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 806 | (778) |
| Series E | 9 | (8) |
| Series F | 193 | (85) |
| Series FT | 21 | (6) |
| Series G | 264 | (188) |
| Series I | 55 | (18) |
| Series IP | – | (22) |
| Series T | 153 | (124) |
| | **1,501** | **(1,229)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (24) | (16) |
| Series F | (4) | (2) |
| Series FT | (1) | – |
| Series G | (6) | (4) |
| Series I | (1) | (1) |
| Series IP | – | (1) |
| Series T | (6) | (6) |
| From net realized gains on investments | | |
| Series A | (148) | (137) |
| Series E | (1) | (1) |
| Series F | (23) | (16) |
| Series FT | (5) | (4) |
| Series G | (38) | (35) |
| Series I | (6) | (2) |
| Series IP | – | (5) |
| Series T | (45) | (59) |
| From return of capital | | |
| Series FT | (5) | (3) |
| Series T | (33) | (42) |
| | **(346)** | **(334)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 150 | 1,558 |
| Series E | 6 | 6 |
| Series F | 669 | 692 |
| Series FT | 51 | 129 |
| Series G | 87 | 223 |
| Series I | 99 | – |
| Series T | 2 | 85 |
| Reinvested distributions | | |
| Series A | 166 | 148 |
| Series E | 1 | 1 |
| Series F | 23 | 14 |
| Series FT | 5 | 3 |
| Series G | 42 | 37 |
| Series I | 7 | 3 |
| Series IP | – | 6 |
| Series T | 24 | 25 |
| Payments on redemption | | |
| Series A | (3,708) | (2,304) |
| Series F | (588) | (516) |
| Series FT | (9) | – |
| Series G | (1,184) | (282) |
| Series I | (10) | (6) |
| Series IP | – | (9) |
| Series T | (561) | (223) |
| | **(4,728)** | **(410)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (2,758) | (1,529) |
| Series E | 15 | (2) |
| Series F | 270 | 87 |
| Series FT | 57 | 119 |
| Series G | (835) | (249) |
| Series I | 144 | (24) |
| Series IP | – | (31) |
| Series T | (466) | (344) |
| | **(3,573)** | **(1,973)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 16,081 | 22,126 |
| Series E | 169 | 242 |
| Series F | 3,207 | 2,799 |
| Series FT | 368 | 325 |
| Series G | 4,008 | 5,639 |
| Series I | 941 | 764 |
| Series IP | 5 | 935 |
| Series IT | 6 | 6 |
| Series T | 2,388 | 3,581 |
| | **27,173** | **36,417** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 1,501 | (1,229) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (376) | (501) |
| Unrealized foreign currency translation (gain) loss | – | 5 |
| Change in unrealized (gain) loss on non-derivative financial assets | (1,067) | 2,378 |
| Change in unrealized (gain) loss on currency forward contracts | (53) | (90) |
| Change in unrealized (gain) loss on futures contracts | (106) | 33 |
| Other non-cash transactions | – | (959) |
| Purchases of portfolio investments | (5,356) | (9,103) |
| Proceeds from sale of portfolio investments | 10,180 | 9,662 |
| Margin deposited on derivatives | (57) | 79 |
| Accrued investment income and other | 15 | (9) |
| Accrued expenses and other payables | (7) | (6) |
| **Net cash provided by (used in) operating activities** | **4,674** | **260** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 672 | 2,447 |
| Amounts paid on redemption of redeemable shares | (5,599) | (3,080) |
| Distributions to shareholders of redeemable shares | (48) | (67) |
| **Net cash provided by (used in) financing activities** | **(4,975)** | **(700)** |
| Unrealized foreign currency translation gain (loss) | – | (5) |
| Net increase (decrease) in cash | (301) | (445) |
| Cash (bank overdraft), beginning of period | 412 | 4,199 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **111** | **3,754** |
| Interest paid[1] | 3 | – |
| Interest received[1] | 169 | 247 |
| Dividends received, net of withholding taxes[1] | 148 | 152 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (31.4%)** | | | | |
| **Canadian Bonds and Debentures (30.0%)** | | | | |
| **Federal (9.0%)** | | | | |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | | 44 | 44 | 44 |
| CPPIB Capital Inc., 1.40% Jun. 04 20, Series "A" | | 80 | 80 | 80 |
| Government of Canada, 1.25% Mar. 01 18 | | 81 | 82 | 82 |
| Government of Canada, 0.25% May 01 18 | | 90 | 89 | 89 |
| Government of Canada, 0.50% Aug. 01 18 | | 279 | 278 | 278 |
| Government of Canada, 1.75% Mar. 01 19 | | 63 | 65 | 64 |
| Government of Canada, 1.75% Sep. 01 19 | | 338 | 348 | 346 |
| Government of Canada, 3.25% Jun. 01 21 | | 50 | 56 | 55 |
| Government of Canada, 4.25% Dec. 01 21, Real Return Bond | | 281 | 567 | 530 |
| Government of Canada, 2.75% Jun. 01 22 | | 10 | 11 | 11 |
| Government of Canada, 1.50% Jun. 01 23 | | 90 | 92 | 91 |
| Government of Canada, 1.50% Jun. 01 26 | | 65 | 67 | 64 |
| Government of Canada, 5.75% Jun. 01 29 | | 443 | 654 | 625 |
| Government of Canada, 3.50% Dec. 01 45 | | 80 | 107 | 99 |
| | | | **2,540** | **2,458** |
| **Provincial (11.2%)** | | | | |
| Financement-Québec, 5.25% Jun. 01 34 | | 160 | 164 | 202 |
| Ontario Electricity Financial Corporation, 8.25% Jun. 22 26 | | 203 | 284 | 298 |
| Province of Alberta, 3.10% Jun. 01 24 | | 40 | 44 | 42 |
| Province of British Columbia, 6.35% Jun. 18 31 | | 262 | 372 | 368 |
| Province of Manitoba, 2.55% Jun. 02 23 | | 49 | 45 | 50 |
| Province of Manitoba, 2.45% Jun. 02 25 | | 56 | 56 | 56 |
| Province of Manitoba, 6.30% Mar. 05 31 | | 83 | 120 | 113 |
| Province of New Brunswick, 4.50% Jun. 02 20 | | 30 | 34 | 33 |
| Province of New Brunswick, 3.65% Jun. 03 24 | | 25 | 27 | 27 |
| Province of New Brunswick, 4.55% Mar. 26 37 | | 74 | 93 | 85 |
| Province of Nova Scotia, 6.60% Dec. 01 31 | | 48 | 68 | 67 |
| Province of Ontario, 0.984% Aug. 26 19 | | 7 | 7 | 7 |
| Province of Ontario, 4.20% Jun. 02 20 | | 303 | 345 | 331 |
| Province of Ontario, 1.364% Mar. 16 21 | | 8 | 8 | 8 |
| Province of Ontario, 4.00% Jun. 02 21 | | 31 | 35 | 34 |
| Province of Ontario, 3.15% Jun. 02 22 | | 114 | 118 | 122 |
| Province of Ontario, 2.85% Jun. 02 23 | | 27 | 29 | 28 |
| Province of Ontario, 6.50% Mar. 08 29 | | 400 | 556 | 551 |
| Province of Ontario, 6.20% Jun. 02 31 | | 59 | 81 | 81 |
| Province of Quebec, 4.50% Dec. 01 19 | | 70 | 81 | 76 |
| Province of Quebec, 4.50% Dec. 01 20 | | 51 | 60 | 57 |
| Province of Quebec, 3.00% Sep. 01 23 | | 161 | 170 | 170 |
| Province of Quebec, 2.75% Sep. 01 25 | | 235 | 240 | 241 |
| | | | **3,037** | **3,047** |
| **Corporate (9.8%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 28 | 31 | 29 |
| Alliance Pipeline Limited Partnership, 6.765% Dec. 31 25 | | 27 | 31 | 31 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | | 40 | 42 | 42 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 24 | 27 | 26 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 20 | 21 | 21 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 24 | 24 | 24 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 99 | 99 | 99 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 23 | 24 | 23 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | | 30 | 30 | 30 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 15 | 16 | 16 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 22 | 22 | 22 |
| bcIMC Realty Corporation, 2.10% Jun. 03 21 | | 53 | 53 | 53 |
| Bell Canada, 4.40% Mar. 16 18, Series "M-22" | | 47 | 47 | 49 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | | 41 | 41 | 43 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | | 62 | 62 | 68 |
| Brookfield Renewable Partners ULC, 5.14% Oct. 13 20, Series 7 | | 72 | 74 | 79 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 36 | 37 | 37 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 78 | 78 | 78 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 50 | 50 | 51 |
| Centra Gas Ontario Inc., 8.65% Oct. 19 18 | | 96 | 125 | 107 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 19 | 19 | 19 |
| Delavaco Properties Inc., 7.50% Dec. 31 17* | USD | 73 | 75 | 98 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 58 | 61 | 63 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 60 | 60 | 65 |
| Enbridge Pipelines Inc., 8.20% Feb. 15 24, Series "K" | | 23 | 31 | 30 |
| Fortis Inc., 2.85% Oct. 12 23 | | 16 | 16 | 16 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 24 | 24 | 24 |
| Hydro One Inc., 1.48% Nov. 18 19 | | 9 | 9 | 9 |
| Hydro One Inc., 1.62% Apr. 30 20 | | 34 | 34 | 34 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 30 | 30 | 30 |
| Institutional Mortgage Securities Canada Inc., 4.697% Feb. 12 21, Series 2011-1, Class "A2" | | 167 | 167 | 182 |
| Inter Pipeline (Corridor) Inc., 4.897% Feb. 03 20, Series "C" | | 39 | 40 | 43 |
| Inter Pipeline Fund, 3.776% May 30 22, Series 3 | | 47 | 47 | 50 |
| Lower Mattagami Energy Limited Partnership, 4.331% May 18 21 | | 96 | 96 | 106 |
| Maritimes & Northeast Pipeline LP, 4.34% Nov. 30 19 | | 13 | 14 | 14 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 14 | 14 | 15 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 36 | 36 | 37 |
| OMERS Realty Corporation, 3.358% Jun. 05 23 | | 100 | 106 | 105 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | | 42 | 42 | 46 |
| Rogers Communications Inc., 5.34% Mar. 22 21 | | 76 | 76 | 86 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 24 | 25 | 24 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 152 | 152 | 153 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 12 | 12 | 12 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | | 20 | 20 | 20 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 18 | 18 | 18 |
| Suncor Energy Inc., 5.80% May 22 18 | | 35 | 38 | 37 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 75 | 76 | 83 |
| TELUS Corporation, 2.35% Feb. 28 22, Series "CT" | | 70 | 70 | 70 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 4 | 4 | 4 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 35 | 35 | 35 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 9 | 9 | 9 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 34 | 35 | 35 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 3 | 3 | 3 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 74 | 78 | 78 |
| Videotron Ltd., 6.875% Jan. 27 17 | | 72 | 72 | 75 |
| | | | **2,578** | **2,656** |
| **Foreign Bonds and Debentures (1.4%)** | | | | |
| **Australia (0.4%)** | | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | | 98 | **98** | **99** |
| **United Kingdom (0.3%)** | | | | |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 75 | **74** | **76** |
| **United States (0.7%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 17 | 21 | 22 |
| Altria Group, Inc., 4.75% May 05 21 | USD | 22 | 32 | 32 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 14 | 27 | 25 |
| Medtronic, Inc., 3.50% Mar. 15 25 | USD | 39 | 50 | 54 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 5 | 6 | 7 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 3 | 4 | 4 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 19 | 24 | 25 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 5 | 7 | 7 |
| Wells Fargo & Company, 2.509% Oct. 27 23 | | 25 | 25 | 25 |
| | | | **196** | **201** |
| **EQUITIES (46.9%)** | | | | |
| **Canadian Preferred Equities (1.3%)** | | | | |
| Merus Labs International Inc., 8.00%, Redeemable, Series "A"* | | 350 | **350** | **350** |
| **Canada (39.4%)** | | | | |
| Agnico-Eagle Mines Limited | | 3,400 | 181 | 192 |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | | 1,300 | 82 | 79 |
| Barrick Gold Corporation | | 7,700 | 173 | 165 |
| Birchcliff Energy Ltd. | | 56,600 | 290 | 530 |
| BuildDirect.com Technologies Inc.* | | 16,800 | 101 | 39 |
| BuildDirect.com Technologies Inc., Restricted* | | 1,680 | – | 4 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (46.9%) (cont'd)** | | | |
| **Canada (39.4%) (cont'd)** | | | |
| Canadian Imperial Bank of Commerce | 6,600 | 610 | 723 |
| Canadian National Railway Company | 3,200 | 263 | 289 |
| Canadian Tire Corporation, Limited, Class "A", Non-Voting | 1,900 | 253 | 265 |
| Canadian Western Bank | 4,700 | 139 | 143 |
| Celestica Inc., Subordinated Voting | 29,700 | 352 | 473 |
| Cenovus Energy Inc. | 21,700 | 446 | 441 |
| CGI Group Inc., Class "A" | 8,500 | 352 | 548 |
| Delavaco Properties Inc., Warrants, Jun. 03 17* | 34,650 | – | – |
| Element Fleet Management Corp. | 31,700 | 417 | 395 |
| First Global Data Limited | 162,313 | – | 44 |
| Gildan Activewear Inc., Class "A", Subordinated Voting | 8,400 | 326 | 286 |
| Hudson's Bay Company | 22,200 | 412 | 293 |
| INFOR Acquisition Corp., Class "A", Warrants, Jul. 06 20 | 6,350 | 1 | 2 |
| INFOR Acquisition Corp., Class "A", Restricted Voting Shares | 12,700 | 126 | 126 |
| Intact Financial Corporation | 2,700 | 253 | 259 |
| Loblaw Companies Limited | 6,100 | 395 | 432 |
| Magna International Inc. | 6,800 | 369 | 396 |
| Manulife Financial Corporation | 22,100 | 502 | 528 |
| Merus Labs International Inc. | 173,215 | 399 | 201 |
| Potash Corporation of Saskatchewan Inc. | 13,000 | 332 | 316 |
| Precision Drilling Corporation | 44,700 | 259 | 327 |
| Restaurant Brands International Inc. | 5,500 | 290 | 352 |
| Royal Bank of Canada | 5,600 | 415 | 509 |
| Secure Energy Services Inc. | 11,200 | 111 | 131 |
| Shaw Communications Inc., Class "B" | 17,300 | 421 | 466 |
| Stantec Inc. | 9,700 | 332 | 329 |
| Suncor Energy Inc. | 11,900 | 430 | 522 |
| Toronto-Dominion Bank (The) | 5,300 | 297 | 351 |
| Veresen Inc. | 13,400 | 116 | 176 |
| Whitecap Resources Inc. | 31,300 | 315 | 381 |
| | | **9,760** | **10,713** |
| **United States (6.2%)** | | | |
| Alphabet Inc., Class "C" | 612 | 385 | 635 |
| Biogen Inc. | 1,100 | 391 | 419 |
| Level 3 Communications, Inc. | 1,400 | 94 | 106 |
| Microsoft Corporation | 6,200 | 450 | 517 |
| | | **1,320** | **1,677** |
| **INVESTMENTS IN UNDERLYING FUNDS (14.3%)** | | | |
| Dynamic Power American Growth Fund, Series "O" | 248,590 | **3,371** | **3,881** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.6%)** | | **23,324** | **25,158** |
| **TRANSACTION COSTS (0.0%)** | | **(15)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.6%)** | | **23,309** | **25,158** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **4** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (7.0%)** | | | |
| Canadian | | 40 | 40 |
| Foreign | | 71 | 71 |
| **Money Market Instruments** | | | |
| Government of Canada T-Bill, 0.00%, Mar. 23 17 | 890 | 889 | 889 |
| Government of Canada T-Bill, 0.00%, Jun. 01 17 | 891 | 889 | 889 |
| | | **1,889** | **1,889** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | **122** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **27,173** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

**Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.**

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 95 | (CAD) (127) | 1.339 | 1.342 | – |
| | | | | | | | **–** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 1,455 | (USD) (1,090) | 0.749 | 0.745 | (7) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 2,026 | (USD) (1,515) | 0.748 | 0.745 | (7) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | USD 105 | (CAD) (142) | 1.353 | 1.342 | (1) |
| | | | | | | | **(15)** |

*Unrealized Gain (Loss) on Futures Contracts*

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (14) | CAD | 138.8600 | 22-Mar-17 | (1,945) | (1,926) | 19 |
| | | | | | **(1,945)** | **(1,926)** | **19** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to maximize long-term capital appreciation in a manner that outperforms the Fund's benchmark of 50% S&P/TSX Composite Index Total Return and 50% FTSE TMX Canada Universe Bond Index primarily by investing in both equity and fixed income securities with the goal of achieving a 50/50 balance.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 1,994 | 3,280 |
| 1-3 years | 1,359 | 1,240 |
| 3-5 years | 2,496 | 2,159 |
| 5-10 years | 2,112 | 2,758 |
| > 10 years | 2,373 | 2,526 |
| | **10,334** | **11,963** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $124,000 or approximately 0.5% (June 30, 2016 – $135,000 or approximately 0.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,027 | (3,227) | (1,200) | (4.4) |
| Swiss Franc | 3 | – | 3 | 0.0 |
| | **2,030** | **(3,227)** | **(1,197)** | **(4.4)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 3,757 | (59) | 3,698 | 12.0 |
| Swiss Franc | 3 | – | 3 | 0.0 |
| | **3,760** | **(59)** | **3,701** | **12.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $120,000 or approximately 0.4% (June 30, 2016 – $370,000 or approximately 1.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 61.2% (June 30, 2016 – 60.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $1,662,000 (June 30, 2016 – $1,866,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 16.7 | 6.5 | 24.4 | 9.8 |
| AAA | 28.2 | 11.1 | 23.4 | 9.4 |
| AA | 9.5 | 3.7 | 8.3 | 3.4 |
| A | 31.8 | 12.5 | 29.1 | 11.8 |
| BBB | 8.9 | 3.5 | 10.2 | 4.1 |
| BB | 0.7 | 0.3 | 0.6 | 0.2 |
| Unrated | 4.2 | 1.6 | 4.0 | 1.6 |
| | **100.0** | **39.2** | **100.0** | **40.3** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic Power Balanced Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **31.4** | **29.5** |
| **Canadian Bonds and Debentures** | | |
| Federal | 9.0 | 7.6 |
| Provincial | 11.2 | 10.7 |
| Corporate | 9.8 | 9.9 |
| **Foreign Bonds and Debentures** | | |
| Australia | 0.4 | 0.3 |
| United Kingdom | 0.3 | 0.3 |
| United States | 0.7 | 0.7 |
| **EQUITIES** | **46.9** | **48.3** |
| Canadian Preferred Equities | 1.3 | 1.1 |
| Canada | 39.4 | 36.0 |
| United States | 6.2 | 11.2 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **14.3** | **12.4** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **7.0** | **11.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 12,345 | – | 393 | 12,738 |
| Bonds and debentures | – | 8,439 | 98 | 8,537 |
| Underlying funds | 3,881 | – | – | 3,881 |
| Money market instruments | – | 1,778 | – | 1,778 |
| Warrants, rights and options | 2 | – | – | 2 |
| Unrealized gain on futures contracts | 19 | – | – | 19 |
| | **16,247** | **10,217** | **491** | **26,955** |
| Unrealized loss on currency forward contracts | – | (15) | – | (15) |
| | **16,247** | **10,202** | **491** | **26,940** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 14,337 | 6 | 492 | 14,835 |
| Bonds and debentures | – | 8,881 | 143 | 9,024 |
| Underlying funds | 3,816 | – | – | 3,816 |
| Money market instruments | – | 3,027 | – | 3,027 |
| Warrants, rights and options | 3 | 1 | – | 4 |
| Unrealized gain on currency forward contracts | – | 1 | – | 1 |
| | **18,156** | **11,916** | **635** | **30,707** |
| Unrealized loss on currency forward contracts | – | (69) | – | (69) |
| Unrealized loss on futures contracts | (87) | – | – | (87) |
| | **18,069** | **11,847** | **635** | **30,551** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 635 | 1,215 |
| Purchases | 109 | 3 |
| Sales | (158) | (372) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | 12 | (461) |
| Net changes in unrealized gain (loss)* | (107) | 250 |
| **End of period** | **491** | **635** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(107,000) and $(96,000), respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 98 | n/a |
| Equities | Financing transaction price | Conversion price | 43 | n/a |
| Preferred | Fundamental model analysis based on financial data | Conversion price | 350 | n/a |
| | | | **491** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 143 | n/a |
| Equities | Fundamental model analysis based on financial data | Sales multiple | 142 | – |
| Preferred | Fundamental model analysis based on financial data | Conversion price | 350 | n/a |
| | | | **635** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Balanced Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 15 | – | – | 15 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **15** | **–** | **–** | **15** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1 | – | – | 1 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1** | **–** | **–** | **1** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 69 | – | – | 69 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **69** | **–** | **–** | **69** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Fund, Series "O" | 3,881 | 0.5 |
| | **3,881** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Fund, Series "O" | 3,816 | 0.4 |
| | **3,816** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 11.59 | 11.59 | 11.17 | 11.17 |
| Series E | 10.97 | 10.97 | 10.56 | 10.56 |
| Series F | 12.59 | 12.59 | 12.03 | 12.03 |
| Series FT | 8.87 | 8.87 | 8.67 | 8.67 |
| Series G | 11.75 | 11.75 | 11.31 | 11.31 |
| Series I | 13.39 | 13.40 | 12.73 | 12.73 |
| Series IP | 12.41 | 12.41 | 11.88 | 11.88 |
| Series IT | 9.32 | 9.32 | 9.07 | 9.07 |
| Series T | 8.00 | 8.00 | 7.88 | 7.88 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Canadian Growth Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 47,104 | 47,826 |
| Unrealized gain on currency forward contracts | 1 | – |
| Cash | 375 | 836 |
| Receivable for securities sold | – | 385 |
| Subscriptions receivable | 49 | 48 |
| Accrued investment income and other | 72 | 97 |
| | **47,601** | **49,192** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 83 | 84 |
| Payable for securities purchased | – | 1,188 |
| Redemptions payable | 123 | 104 |
| Accrued expenses | 7 | 9 |
| Distributions payable | 38 | – |
| Unrealized loss on currency forward contracts | 39 | 183 |
| | **290** | **1,568** |
| **Net assets attributable to holders of redeemable shares** | **47,311** | **47,624** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 30,723 | 31,426 |
| Series E | 1,042 | 712 |
| Series F | 3,106 | 2,825 |
| Series G | 9,690 | 10,212 |
| Series I | 568 | 291 |
| Series IP | 35 | 52 |
| Series T | 2,147 | 2,106 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 10.53 | 9.74 |
| Series E | 11.43 | 10.52 |
| Series F | 12.76 | 11.72 |
| Series G | 10.67 | 9.86 |
| Series I | 7.94 | 7.26 |
| Series IP | 11.76 | 10.82 |
| Series T | 5.15 | 4.94 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 351 | 2,891 |
| Interest for distribution purposes | 11 | 19 |
| Net realized gain (loss) on non-derivative financial assets | 597 | 3,025 |
| Net realized gain (loss) on currency forward contracts | (378) | (834) |
| Change in unrealized gain (loss) on non-derivative financial assets | 4,420 | (6,901) |
| Change in unrealized gain (loss) on currency forward contracts | 145 | 232 |
| Change in unrealized gain (loss) on currency spot contracts | – | 2 |
| Net gain (loss) on investments | **5,146** | **(1,566)** |
| Net realized and unrealized foreign currency translation gain (loss) | (3) | 2 |
| Total income (loss), net | **5,143** | **(1,564)** |
| **EXPENSES** | | |
| Management fees (note 5) | 463 | 543 |
| Fixed administration fees (note 6) | 47 | 56 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 3 | 3 |
| Foreign withholding taxes/tax reclaims | 6 | 8 |
| Harmonized Sales Tax/Goods and Services Tax | 55 | 63 |
| Transaction costs | 30 | 32 |
| Total expenses | **605** | **706** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **605** | **705** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **4,538** | **(2,269)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,969 | (1,556) |
| Series E | 77 | (10) |
| Series F | 291 | (118) |
| Series G | 954 | (488) |
| Series I | 40 | (17) |
| Series IP | 5 | 5 |
| Series T | 202 | (85) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.97 | (0.47) |
| Series E | 0.99 | (0.39) |
| Series F | 1.24 | (0.54) |
| Series G | 1.01 | (0.49) |
| Series I | 0.74 | (0.23) |
| Series IP | 1.10 | 0.78 |
| Series T | 0.49 | (0.25) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 3,062,823 | 3,240,453 |
| Series E | 77,913 | 25,561 |
| Series F | 234,953 | 217,366 |
| Series G | 945,461 | 1,021,149 |
| Series I | 54,194 | 74,230 |
| Series IP | 4,561 | 6,456 |
| Series T | 415,398 | 339,528 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Canadian Growth Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 31,426 | 40,536 |
| Series E | 712 | 324 |
| Series F | 2,825 | 2,862 |
| Series G | 10,212 | 12,582 |
| Series I | 291 | 631 |
| Series IP | 52 | 2,136 |
| Series T | 2,106 | 2,331 |
| | **47,624** | **61,402** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,969 | (1,556) |
| Series E | 77 | (10) |
| Series F | 291 | (118) |
| Series G | 954 | (488) |
| Series I | 40 | (17) |
| Series IP | 5 | 5 |
| Series T | 202 | (85) |
| | **4,538** | **(2,269)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (67) | (64) |
| Series E | (3) | (2) |
| Series F | (6) | (6) |
| Series G | (21) | (22) |
| Series I | (1) | (1) |
| Series T | (10) | (7) |
| From net realized gains on investments | | |
| Series A | (383) | (342) |
| Series E | (7) | (2) |
| Series F | (33) | (30) |
| Series G | (122) | (111) |
| Series I | (7) | (4) |
| Series IP | (1) | – |
| Series T | (48) | (43) |
| From return of capital | | |
| Series T | (55) | (47) |
| | **(764)** | **(681)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 918 | 1,430 |
| Series E | 317 | 102 |
| Series F | 1,071 | 763 |
| Series G | 700 | 705 |
| Series I | 241 | – |
| Series T | 68 | 115 |
| Reinvested distributions | | |
| Series A | 441 | 398 |
| Series E | 10 | 4 |
| Series F | 35 | 34 |
| Series G | 138 | 130 |
| Series I | 8 | 5 |
| Series IP | 1 | – |
| Series T | 27 | 48 |
| Payments on redemption | | |
| Series A | (4,581) | (3,982) |
| Series E | (64) | (19) |
| Series F | (1,077) | (307) |
| Series G | (2,171) | (950) |
| Series I | (4) | (122) |
| Series IP | (22) | (2,111) |
| Series T | (143) | (236) |
| | **(4,087)** | **(3,993)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (703) | (4,116) |
| Series E | 330 | 73 |
| Series F | 281 | 336 |
| Series G | (522) | (736) |
| Series I | 277 | (139) |
| Series IP | (17) | (2,106) |
| Series T | 41 | (255) |
| | **(313)** | **(6,943)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 30,723 | 36,420 |
| Series E | 1,042 | 397 |
| Series F | 3,106 | 3,198 |
| Series G | 9,690 | 11,846 |
| Series I | 568 | 492 |
| Series IP | 35 | 30 |
| Series T | 2,147 | 2,076 |
| | **47,311** | **54,459** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 4,538 | (2,269) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (597) | (3,025) |
| Unrealized foreign currency translation (gain) loss | – | (7) |
| Change in unrealized (gain) loss on non-derivative financial assets | (4,420) | 6,901 |
| Change in unrealized (gain) loss on currency forward contracts | (145) | (232) |
| Change in unrealized (gain) loss on currency spot contracts | – | (2) |
| Other non-cash transactions | – | (2,483) |
| Purchases of portfolio investments | (11,830) | (14,873) |
| Proceeds from sale of portfolio investments | 16,766 | 20,668 |
| Accrued investment income and other | 25 | (36) |
| Accrued expenses and other payables | (3) | (11) |
| **Net cash provided by (used in) operating activities** | **4,334** | **4,631** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 2,064 | 2,707 |
| Amounts paid on redemption of redeemable shares | (6,793) | (7,270) |
| Distributions to shareholders of redeemable shares | (66) | (38) |
| **Net cash provided by (used in) financing activities** | **(4,795)** | **(4,601)** |
| Unrealized foreign currency translation gain (loss) | – | 7 |
| Net increase (decrease) in cash | (461) | 37 |
| Cash (bank overdraft), beginning of period | 836 | 26 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **375** | **63** |
| Interest paid[1] | 3 | 3 |
| Interest received[1] | 7 | 19 |
| Dividends received, net of withholding taxes[1] | 377 | 364 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Canadian Growth Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (0.5%)** | | | | |
| **Canadian Bonds and Debentures (0.5%)** | | | | |
| **Corporate (0.5%)** | | | | |
| Delavaco Properties Inc., 7.50% Dec. 31 17* | USD | 163 | **168** | **219** |
| **EQUITIES (78.3%)** | | | | |
| **Canada (66.2%)** | | | | |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | | 3,300 | 209 | 201 |
| Barrick Gold Corporation | | 22,000 | 495 | 473 |
| Birchcliff Energy Ltd. | | 151,600 | 815 | 1,420 |
| BuildDirect.com Technologies Inc.* | | 43,600 | 262 | 100 |
| BuildDirect.com Technologies Inc., Restricted* | | 4,360 | – | 10 |
| Canadian Imperial Bank of Commerce | | 20,300 | 1,871 | 2,224 |
| Canadian National Railway Company | | 9,000 | 740 | 813 |
| Canadian Tire Corporation, Limited, Class "A", Non-Voting | | 5,400 | 719 | 752 |
| Canadian Western Bank | | 15,300 | 454 | 464 |
| Celestica Inc., Subordinated Voting | | 83,300 | 987 | 1,325 |
| Cenovus Energy Inc. | | 83,600 | 1,715 | 1,697 |
| CGI Group Inc., Class "A" | | 26,600 | 1,101 | 1,714 |
| Delavaco Properties Inc., Warrants, Jun. 03 17* | | 77,154 | – | – |
| Element Fleet Management Corp. | | 90,700 | 1,184 | 1,130 |
| Gildan Activewear Inc., Class "A", Subordinated Voting | | 24,100 | 936 | 822 |
| Goldcorp Inc. | | 31,200 | 739 | 570 |
| Hudson's Bay Company | | 60,600 | 1,134 | 799 |
| INFOR Acquisition Corp., Class "A", Warrants, Jul. 06 20 | | 18,250 | 4 | 7 |
| INFOR Acquisition Corp., Class "A", Restricted Voting Shares | | 36,500 | 361 | 364 |
| Intact Financial Corporation | | 7,800 | 731 | 750 |
| Loblaw Companies Limited | | 17,000 | 1,095 | 1,204 |
| Magna International Inc. | | 20,000 | 1,085 | 1,166 |
| Manulife Financial Corporation | | 62,800 | 1,423 | 1,502 |
| Potash Corporation of Saskatchewan Inc. | | 36,900 | 942 | 896 |
| Precision Drilling Corporation | | 129,000 | 747 | 944 |
| Restaurant Brands International Inc. | | 17,200 | 901 | 1,100 |
| Royal Bank of Canada | | 18,500 | 1,372 | 1,681 |
| Secure Energy Services Inc. | | 32,700 | 324 | 383 |
| Shaw Communications Inc., Class "B" | | 51,900 | 1,262 | 1,398 |
| Stantec Inc. | | 31,700 | 1,085 | 1,075 |
| Suncor Energy Inc. | | 34,200 | 1,234 | 1,501 |
| Toronto-Dominion Bank (The) | | 18,400 | 1,050 | 1,218 |
| Veresen Inc. | | 40,800 | 353 | 535 |
| Whitecap Resources Inc. | | 90,100 | 906 | 1,096 |
| | | | **28,236** | **31,334** |
| **EQUITIES (78.3%) (cont'd)** | | | | |
| **United States (12.1%)** | | | | |
| Alphabet Inc., Class "C" | | 1,606 | 1,002 | 1,666 |
| Biogen Inc. | | 3,200 | 1,130 | 1,219 |
| Level 3 Communications, Inc. | | 17,000 | 1,145 | 1,286 |
| Microsoft Corporation | | 18,900 | 1,382 | 1,577 |
| | | | **4,659** | **5,748** |
| **INVESTMENTS IN UNDERLYING FUNDS (20.7%)** | | | | |
| Dynamic Power American Growth Fund, Series "O" | | 627,467 | **8,530** | **9,803** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | | **41,593** | **47,104** |
| **TRANSACTION COSTS (0.0%)** | | | **(39)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | | **41,554** | **47,104** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | | **–** | **(38)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.8%)** | | | | |
| Canadian | | | 272 | 272 |
| Foreign | | | 103 | 103 |
| | | | **375** | **375** |
| **OTHER NET ASSETS (LIABILITIES) (–0.2%)** | | | | **(130)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | | **47,311** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | USD 150 | (CAD) (201) | 1.339 | 1.342 | 1 |
| | | | | | | | **1** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 3,939 | (USD) (2,950) | 0.749 | 0.745 | (23) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 4,815 | (USD) (3,600) | 0.748 | 0.745 | (15) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | USD 100 | (CAD) (135) | 1.353 | 1.342 | (1) |
| | | | | | | | **(39)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Canadian Growth Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of Canadian businesses.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 219 | – |
| 1-3 years | – | 321 |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **219** | **321** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $1,000 or approximately 0.0% (June 30, 2016 – $1,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 6,083 | (8,456) | (2,373) | (5.0) |
| Swiss Franc | 15 | – | 15 | 0.0 |
| | **6,098** | **(8,456)** | **(2,358)** | **(5.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 9,669 | (0) | 9,669 | 20.3 |
| Swiss Franc | 15 | – | 15 | 0.0 |
| | **9,684** | **(0)** | **9,684** | **20.3** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by –$236,000 or approximately –0.5% (June 30, 2016 – $968,000 or approximately 2.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.0% (June 30, 2016 – 99.8%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $4,689,000 (June 30, 2016 – $4,751,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| Unrated | 100.0 | 0.5 | 100.0 | 0.7 |
| | **100.0** | **0.5** | **100.0** | **0.7** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic Power Canadian Growth Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **0.5** | **0.7** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 0.5 | 0.7 |
| **EQUITIES** | **78.3** | **79.6** |
| Canada | 66.2 | 60.0 |
| United States | 12.1 | 19.6 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **20.7** | **20.2** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.8** | **1.8** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 36,972 | – | 110 | 37,082 |
| Bonds and debentures | – | – | 219 | 219 |
| Underlying funds | 9,803 | – | – | 9,803 |
| Unrealized gain on currency forward contracts | – | 1 | – | 1 |
| | **46,775** | **1** | **329** | **47,105** |
| Unrealized loss on currency forward contracts | – | (39) | – | (39) |
| | **46,775** | **(38)** | **329** | **47,066** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 37,501 | – | 370 | 37,871 |
| Bonds and debentures | – | – | 321 | 321 |
| Underlying funds | 9,625 | – | – | 9,625 |
| Warrants, rights and options | 7 | 2 | – | 9 |
| | **47,133** | **2** | **691** | **47,826** |
| Unrealized loss on currency forward contracts | – | (183) | – | (183) |
| | **47,133** | **(181)** | **691** | **47,643** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 691 | 1,323 |
| Purchases | 244 | – |
| Sales | (356) | (284) |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | 26 | (594) |
| Net changes in unrealized gain (loss)* | (276) | 246 |
| **End of period** | **329** | **691** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(276,000) and $58,000, respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 219 | n/a |
| Equities | Financing transaction price | Conversion price | 110 | n/a |
| | | | **329** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 321 | n/a |
| Equities | Fundamental model analysis based on financial data | Sales multiple | 370 | – |
| | | | **691** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1 | (1) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1** | **(1)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 39 | (1) | – | 38 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **39** | **(1)** | **–** | **38** |

*The accompanying notes are an integral part of these financial statements.*

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 183 | – | – | 183 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **183** | **–** | **–** | **183** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Fund, Series "O" | 9,803 | 1.2 |
| | **9,803** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power American Growth Fund, Series "O" | 9,625 | 1.1 |
| | **9,625** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Power Dividend Growth Class (Unaudited)

*(formerly Dynamic Power Managed Growth Class)*

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 11,062 | 8,291 |
| Unrealized gain on currency forward contracts | 3 | 15 |
| Cash | 1,072 | 1,068 |
| Receivable for securities sold | – | 199 |
| Subscriptions receivable | 9 | 41 |
| Accrued investment income and other | 12 | 10 |
| | **12,158** | **9,624** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 15 | 11 |
| Payable for securities purchased | – | 271 |
| Redemptions payable | – | 8 |
| Accrued expenses | 3 | – |
| Distributions payable | 19 | – |
| Unrealized loss on currency forward contracts | 9 | 35 |
| | **46** | **325** |
| **Net assets attributable to holders of redeemable shares** | **12,112** | **9,299** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 7,018 | 5,321 |
| Series F | 3,554 | 2,818 |
| Series I | 881 | 831 |
| Series T | 659 | 329 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 14.73 | 13.90 |
| Series F | 15.46 | 14.50 |
| Series I | 14.89 | 13.93 |
| Series T | 10.86 | 10.61 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 179 | 26 |
| Net realized gain (loss) on non-derivative financial assets | 214 | (28) |
| Net realized gain (loss) on non-derivative financial liabilities | – | (2) |
| Net realized gain (loss) on options contracts | (34) | (9) |
| Net realized gain (loss) on currency forward contracts | (41) | – |
| Change in unrealized gain (loss) on non-derivative financial assets | 488 | 91 |
| Change in unrealized gain (loss) on currency forward contracts | 14 | – |
| Net gain (loss) on investments | **820** | **78** |
| Net realized and unrealized foreign currency translation gain (loss) | 10 | (12) |
| Total income (loss), net | **830** | **66** |
| **EXPENSES** | | |
| Management fees (note 5) | 75 | 37 |
| Fixed administration fees (note 6) | 10 | 4 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 5 | 2 |
| Harmonized Sales Tax/Goods and Services Tax | 10 | 5 |
| Transaction costs | 13 | 2 |
| Total expenses | **114** | **51** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **114** | **51** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **716** | **15** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 395 | 12 |
| Series F | 221 | 11 |
| Series I | 67 | (11) |
| Series IP | n/a | –** |
| Series T | 33 | 3 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE† | | |
| Series A | 0.95 | 0.06 |
| Series F | 1.07 | 0.19 |
| Series I | 1.13 | 0.61 |
| Series IP | n/a | 0.17*** |
| Series T | 0.68 | 0.19 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 413,437 | 198,164 |
| Series F | 206,364 | 60,269 |
| Series I | 59,154 | 52,457 |
| Series IP | n/a | 515 |
| Series T | 48,633 | 19,586 |

**This yields a non-zero amount which rounds to zero.

***Series terminated on December 14, 2015.
Amount reflects activity in series until termination date.

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Dividend Growth Class (Unaudited – Continued)

*(formerly Dynamic Power Managed Growth Class)*

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 5,321 | 2,516 |
| Series F | 2,818 | 790 |
| Series I | 831 | 209 |
| Series IP | n/a | 8 |
| Series T | 329 | 310 |
| | **9,299** | **3,833** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 395 | 12 |
| Series F | 221 | 11 |
| Series I | 67 | (11) |
| Series T | 33 | 3 |
| | **716** | **15** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (26) | (2) |
| Series F | (17) | (1) |
| Series I | (3) | (2) |
| Series T | (3) | – |
| From net realized gains on investments | | |
| Series A | (35) | (12) |
| Series F | (14) | (3) |
| Series I | (8) | – |
| Series T | (4) | (4) |
| From return of capital | | |
| Series T | (17) | (5) |
| | **(127)** | **(29)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 2,235 | 1,542 |
| Series F | 770 | 397 |
| Series I | – | 867 |
| Series T | 327 | 146 |
| Reinvested distributions | | |
| Series A | 57 | 14 |
| Series F | 19 | 2 |
| Series I | 10 | 2 |
| Series T | 11 | 6 |
| Payments on redemption | | |
| Series A | (929) | (1,248) |
| Series F | (243) | (337) |
| Series I | (16) | (12) |
| Series IP | n/a | (8) |
| Series T | (17) | (222) |
| | **2,224** | **1,149** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 1,697 | 306 |
| Series F | 736 | 69 |
| Series I | 50 | 844 |
| Series IP | n/a | (8) |
| Series T | 330 | (76) |
| | **2,813** | **1,135** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 7,018 | 2,822 |
| Series F | 3,554 | 859 |
| Series I | 881 | 1,053 |
| Series IP | n/a | – |
| Series T | 659 | 234 |
| | **12,112** | **4,968** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 716 | 46 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (214) | 28 |
| Net realized (gain) loss on non-derivative financial liabilities | – | 2 |
| Net realized (gain) loss on options contracts | 34 | 9 |
| Unrealized foreign currency translation (gain) loss | 1 | 11 |
| Change in unrealized (gain) loss on non-derivative financial assets | (488) | (91) |
| Change in unrealized (gain) loss on currency forward contracts | (14) | – |
| Purchases of portfolio investments | (8,084) | (3,844) |
| Proceeds from sale of portfolio investments | 5,909 | 1,976 |
| Accrued investment income and other | (2) | (2) |
| Accrued expenses and other payables | 7 | 1 |
| **Net cash provided by (used in) operating activities** | **(2,135)** | **(1,864)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 3,188 | 3,164 |
| Amounts paid on redemption of redeemable shares | (1,037) | (1,775) |
| Distributions to shareholders of redeemable shares | (11) | (3) |
| **Net cash provided by (used in) financing activities** | **2,140** | **1,386** |
| Unrealized foreign currency translation gain (loss) | (1) | (11) |
| Net increase (decrease) in cash | 4 | (489) |
| Cash (bank overdraft), beginning of period | 1,068 | 397 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **1,072** | **(92)** |
| Dividends received, net of withholding taxes[1] | 173 | 21 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Dividend Growth Class (Unaudited – Continued)

*(formerly Dynamic Power Managed Growth Class)*

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (91.3%)** | | | |
| **Canada (52.9%)** | | | |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | 4,899 | 309 | 298 |
| ARC Resources Ltd. | 13,549 | 310 | 313 |
| Canadian National Railway Company | 3,278 | 267 | 296 |
| Canadian Tire Corporation, Limited, Class "A", Non-Voting | 2,333 | 306 | 325 |
| CCL Industries Inc., Class "B" | 1,385 | 279 | 365 |
| Gildan Activewear Inc., Class "A", Subordinated Voting | 5,883 | 218 | 201 |
| Hudson's Bay Company | 16,547 | 276 | 218 |
| Intact Financial Corporation | 3,473 | 309 | 334 |
| Keyera Corp. | 8,016 | 322 | 324 |
| Loblaw Companies Limited | 4,951 | 334 | 351 |
| MacDonald, Dettwiler and Associates Ltd. | 4,449 | 327 | 298 |
| Manulife Financial Corporation | 15,068 | 292 | 360 |
| Maple Leaf Foods Inc. | 10,800 | 277 | 304 |
| New Flyer Industries Inc. | 7,219 | 279 | 295 |
| Royal Bank of Canada | 6,614 | 509 | 601 |
| Sun Life Financial Inc. | 4,426 | 186 | 228 |
| Suncor Energy Inc. | 9,030 | 329 | 396 |
| Toronto-Dominion Bank (The) | 9,547 | 551 | 632 |
| Uni-Sélect Inc. | 8,987 | 273 | 265 |
| | | **5,953** | **6,404** |
| **United Kingdom (5.0%)** | | | |
| Nielsen Holdings PLC | 5,068 | 305 | 285 |
| Smith & Nephew PLC | 16,056 | 330 | 322 |
| | | **635** | **607** |
| **United States (33.4%)** | | | |
| Alphabet Inc., Class "C" | 408 | 398 | 423 |
| Amgen Inc. | 1,307 | 276 | 257 |
| Automatic Data Processing, Inc. | 1,726 | 200 | 238 |
| Baxter International Inc. | 4,220 | 246 | 251 |
| Comcast Corporation, Class "A" | 3,525 | 280 | 327 |
| Congra Brands, Inc. | 6,055 | 359 | 322 |
| CVS Health Corporation | 2,943 | 376 | 312 |
| E*TRADE Financial Corporation | 4,337 | 170 | 202 |
| FedEx Corporation | 664 | 140 | 166 |
| Lamb Weston Holdings, Inc. | 1,785 | 75 | 91 |
| McKesson Corporation | 1,526 | 296 | 288 |
| Microsoft Corporation | 4,158 | 310 | 347 |
| PepsiCo, Inc. | 1,924 | 261 | 270 |
| Raytheon Company | 1,317 | 221 | 251 |
| Weyerhaeuser Company | 7,557 | 312 | 306 |
| | | **3,920** | **4,051** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.3%)** | | **10,508** | **11,062** |
| **TRANSACTION COSTS (0.0%)** | | **(8)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.3%)** | | **10,500** | **11,062** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | **–** | **(6)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (8.9%)** | | | |
| Canadian | 1,004 | | 1,004 |
| Foreign | 69 | | 68 |
| | | **1,073** | **1,072** |
| **OTHER NET ASSETS (LIABILITIES) (–0.1%)** | | | **(16)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **12,112** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 284 | (GBP) (170) | 0.600 | 0.603 | 2 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 8 | (GBP) (5) | 0.603 | 0.603 | – |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 68 | (USD) (50) | 0.739 | 0.745 | 1 |
| | | | | | | | **3** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 935 | (USD) (700) | 0.749 | 0.745 | (6) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 1,070 | (USD) (800) | 0.748 | 0.745 | (3) |
| | | | | | | | **(9)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Dividend Growth Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide long-term growth by investing primarily in equity securities of Canadian businesses expected to initiate or grow dividends.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 4,410 | (2,081) | 2,329 | 19.2 |
| Pound Sterling | 322 | (290) | 32 | 0.3 |
| | **4,732** | **(2,371)** | **2,361** | **19.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 3,764 | 1 | 3,765 | 40.5 |
| Pound Sterling | 214 | (189) | 25 | 0.3 |
| | **3,978** | **(188)** | **3,790** | **40.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $236,000 or approximately 2.0% (June 30, 2016 – $379,000 or approximately 4.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 91.3% (June 30, 2016 – 89.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $1,106,000 (June 30, 2016 – $829,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **91.3** | **89.2** |
| Canada | 52.9 | 46.3 |
| United Kingdom | 5.0 | 2.5 |
| United States | 33.4 | 40.4 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **8.9** | **11.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 10,740 | 322 | – | 11,062 |
| Unrealized gain on currency forward contracts | – | 3 | – | 3 |
| | **10,740** | **325** | **–** | **11,065** |
| Unrealized loss on currency forward contracts | – | (9) | – | (9) |
| | **10,740** | **316** | **–** | **11,056** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 8,058 | 233 | – | 8,291 |
| Unrealized gain on currency forward contracts | – | 15 | – | 15 |
| | **8,058** | **248** | **–** | **8,306** |
| Unrealized loss on currency forward contracts | – | (35) | – | (35) |
| | **8,058** | **213** | **–** | **8,271** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

# Dynamic Power Dividend Growth Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 3 | – | – | 3 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **3** | **–** | **–** | **3** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 9 | – | – | 9 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **9** | **–** | **–** | **9** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 15 | (3) | – | 12 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **15** | **(3)** | **–** | **12** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 35 | (3) | – | 32 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **35** | **(3)** | **–** | **32** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Power Global Balanced Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 119,654 | 137,314 |
| Receivable for securities sold | 970 | 1,347 |
| Subscriptions receivable | 294 | 38 |
| Accrued investment income and other | 1 | 46 |
| | **120,919** | **138,745** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 48 | 961 |
| Management fee payable | 206 | 237 |
| Payable for securities purchased | 210 | – |
| Redemptions payable | 418 | 479 |
| Accrued expenses | 31 | 36 |
| Distributions payable | 24 | – |
| | **937** | **1,713** |
| **Net assets attributable to holders of redeemable shares** | **119,982** | **137,032** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 97,777 | 112,613 |
| Series F | 16,162 | 16,983 |
| Series IP | 524 | 499 |
| Series T | 5,519 | 6,937 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 14.04 | 14.41 |
| Series F | 15.37 | 15.68 |
| Series IP | 14.33 | 14.53 |
| Series T | 9.65 | 10.19 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 10.46 | 11.08 |
| Series F | 11.45 | 12.06 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 597 | 12,124 |
| Interest for distribution purposes | 1,410 | 1,326 |
| Net realized gain (loss) on non-derivative financial assets | 580 | 221 |
| Change in unrealized gain (loss) on non-derivative financial assets | (3,892) | (7,269) |
| Net gain (loss) on investments | **(1,305)** | **6,402** |
| Net realized and unrealized foreign currency translation gain (loss) | 19 | 16 |
| Total income (loss), net | **(1,286)** | **6,418** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,238 | 1,246 |
| Fixed administration fees (note 6) | 190 | 197 |
| Performance fees (note 12) | – | (3) |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 3 | – |
| Harmonized Sales Tax/Goods and Services Tax | 165 | 167 |
| Total expenses | **1,597** | **1,608** |
| Expenses absorbed by the Manager | – | (41) |
| Net expenses | **1,597** | **1,567** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **(2,883)** | **4,851** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | (2,298) | 3,935 |
| Series F | (499) | 578 |
| Series IP | 5 | 31 |
| Series T | (91) | 307 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | (0.31) | 0.58 |
| Series F | (0.46) | 0.79 |
| Series IP | 0.16 | 0.84 |
| Series T | (0.14) | 0.45 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 7,362,723 | 6,841,621 |
| Series F | 1,092,108 | 733,823 |
| Series IP | 30,918 | 36,861 |
| Series T | 630,385 | 677,173 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 112,613 | 93,094 |
| Series F | 16,983 | 10,194 |
| Series IP | 499 | 578 |
| Series T | 6,937 | 7,146 |
| | **137,032** | **111,012** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | (2,298) | 3,935 |
| Series F | (499) | 578 |
| Series IP | 5 | 31 |
| Series T | (91) | 307 |
| | **(2,883)** | **4,851** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series A | (17) | – |
| Series F | (3) | – |
| Series T | (107) | (46) |
| From return of capital | | |
| Series T | (76) | (139) |
| | **(203)** | **(185)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 9,656 | 35,560 |
| Series F | 6,332 | 8,252 |
| Series IP | 149 | – |
| Series T | 92 | 2,223 |
| Reinvested distributions | | |
| Series A | 16 | – |
| Series F | 2 | – |
| Series T | 38 | 32 |
| Payments on redemption | | |
| Series A | (22,193) | (8,536) |
| Series F | (6,653) | (3,491) |
| Series IP | (129) | (4) |
| Series T | (1,274) | (698) |
| | **(13,964)** | **33,338** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (14,836) | 30,959 |
| Series F | (821) | 5,339 |
| Series IP | 25 | 27 |
| Series T | (1,418) | 1,679 |
| | **(17,050)** | **38,004** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 97,777 | 124,053 |
| Series F | 16,162 | 15,533 |
| Series IP | 524 | 605 |
| Series T | 5,519 | 8,825 |
| | **119,982** | **149,016** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | (2,883) | 4,851 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (580) | (221) |
| Change in unrealized (gain) loss on non-derivative financial assets | 3,892 | 7,269 |
| Change in unrealized (gain) loss on currency forward contracts | – | 1 |
| Other non-cash transactions | (2,007) | (1,325) |
| Purchases of portfolio investments | (10,512) | (46,809) |
| Proceeds from sale of portfolio investments | 27,454 | 1,994 |
| Accrued investment income and other | 45 | (19) |
| Accrued expenses and other payables | (36) | 72 |
| **Net cash provided by (used in) operating activities** | **15,373** | **(34,187)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 12,949 | 45,075 |
| Amounts paid on redemption of redeemable shares | (27,286) | (11,505) |
| Distributions to shareholders of redeemable shares | (123) | (125) |
| **Net cash provided by (used in) financing activities** | **(14,460)** | **33,445** |
| Net increase (decrease) in cash | 913 | (742) |
| Cash (bank overdraft), beginning of period | (961) | 1,627 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(48)** | **885** |
| Interest paid[1] | 3 | – |
| Interest received[1] | – | 1 |
| Dividends received, net of withholding taxes[1] | – | 12,103 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Balanced Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.7%)** | | | |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 4,376,484 | 45,096 | 44,246 |
| Dynamic Power Global Growth Fund, Series "O" | 5,440,706 | 78,932 | 75,408 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.7%)** | | **124,028** | **119,654** |
| **TRANSACTION COSTS (0.0%)** | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.7%)** | | **124,028** | **119,654** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.0%)** | | | |
| Canadian | | (48) | (48) |
| Foreign | | – | – |
| | | **(48)** | **(48)** |
| **OTHER NET ASSETS (LIABILITIES) (0.3%)** | | | **376** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **119,982** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Balanced Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth by investing primarily in global equity and fixed income securities.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.7% (June 30, 2016 – 100.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $11,965,000 (June 30, 2016 – $13,731,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.7** | **100.2** |
| Equity Funds | 62.8 | 62.6 |
| Fixed Income Funds | 36.9 | 37.6 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.0** | **(0.7)** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 119,654 | – | – | 119,654 |
| | **119,654** | **–** | **–** | **119,654** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 137,314 | – | – | 137,314 |
| | **137,314** | **–** | **–** | **137,314** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 44,246 | 2.0 |
| Dynamic Power Global Growth Fund, Series "O" | 75,408 | 54.1 |
| | **119,654** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 51,570 | 3.4 |
| Dynamic Power Global Growth Fund, Series "O" | 85,744 | 56.2 |
| | **137,314** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Growth Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 817,039 | 928,259 |
| Unrealized gain on currency spot contracts | – | 6 |
| Cash | 53,232 | 23,247 |
| Receivable for securities sold | 17,330 | 19,513 |
| Subscriptions receivable | 1,077 | 1,423 |
| Accrued investment income and other | 442 | 222 |
| | **889,120** | **972,670** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 891 | 955 |
| Payable for securities purchased | – | 23,683 |
| Redemptions payable | 1,938 | 2,760 |
| Accrued expenses | 122 | 131 |
| Distributions payable | 83 | – |
| | **3,034** | **27,529** |
| **Net assets attributable to holders of redeemable shares** | **886,086** | **945,141** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 308,561 | 338,149 |
| Series F | 156,826 | 156,291 |
| Series G | 85,649 | 92,088 |
| Series I | 4,260 | 6,395 |
| Series IP | 24,833 | 25,765 |
| Series O | 294,144 | 315,613 |
| Series OP | 10 | 10 |
| Series T | 11,803 | 10,830 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 11.75 | 12.03 |
| Series F | 15.28 | 15.56 |
| Series G | 11.88 | 12.16 |
| Series I | 12.79 | 12.94 |
| Series IP | 19.16 | 19.39 |
| Series O | 18.46 | 18.67 |
| Series OP | 24.30 | 24.58 |
| Series T | 8.43 | 9.05 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 8.75 | 9.25 |
| Series F | 11.38 | 11.96 |
| Series IP | 14.27 | 14.91 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,363 | 780 |
| Interest for distribution purposes | 51 | 133 |
| Net realized gain (loss) on non-derivative financial assets | 55,466 | 31,219 |
| Change in unrealized gain (loss) on non-derivative financial assets | (63,853) | 22,771 |
| Change in unrealized gain (loss) on currency spot contracts | (6) | (40) |
| Net gain (loss) on investments | **(6,979)** | **54,863** |
| Net realized and unrealized foreign currency translation gain (loss) | 2,118 | 3,385 |
| Total income (loss), net | **(4,861)** | **58,248** |
| **EXPENSES** | | |
| Management fees (note 5) | 5,328 | 5,825 |
| Fixed administration fees (note 6) | 723 | 756 |
| Performance fees (note 12) | – | 18 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | 3 |
| Foreign withholding taxes/tax reclaims | 107 | 58 |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 665 | 699 |
| Transaction costs | 2,325 | 2,301 |
| Total expenses | **9,152** | **9,661** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **9,152** | **9,660** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **(14,013)** | **48,588** |
| Income tax recovery (expense) | 13 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **(14,000)** | **48,588** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | (6,245) | 18,644 |
| Series F | (3,436) | 8,915 |
| Series G | (1,630) | 4,800 |
| Series I | 58 | 558 |
| Series IP | (279) | 1,402 |
| Series O | (2,046) | 13,658 |
| Series OP | – | 1 |
| Series T | (422) | 610 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | (0.23) | 0.66 |
| Series F | (0.34) | 1.09 |
| Series G | (0.22) | 0.66 |
| Series I | 0.13 | 0.82 |
| Series IP | (0.21) | 1.07 |
| Series O | (0.12) | 1.20 |
| Series OP | – | 1.62 |
| Series T | (0.34) | 0.57 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 27,102,864 | 28,307,369 |
| Series F | 10,151,351 | 8,173,307 |
| Series G | 7,402,935 | 7,135,149 |
| Series I | 441,785 | 676,767 |
| Series IP | 1,315,302 | 1,305,863 |
| Series O | 16,398,311 | 11,312,286 |
| Series OP | 404 | 392 |
| Series T | 1,258,418 | 1,081,810 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Growth Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 338,149 | 381,862 |
| Series F | 156,291 | 117,692 |
| Series G | 92,088 | 96,836 |
| Series I | 6,395 | 10,480 |
| Series IP | 25,765 | 24,533 |
| Series O | 315,613 | 234,640 |
| Series OP | 10 | 10 |
| Series T | 10,830 | 10,991 |
| | **945,141** | **877,044** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | (6,245) | 18,644 |
| Series F | (3,436) | 8,915 |
| Series G | (1,630) | 4,800 |
| Series I | 58 | 558 |
| Series IP | (279) | 1,402 |
| Series O | (2,046) | 13,658 |
| Series OP | – | 1 |
| Series T | (422) | 610 |
| | **(14,000)** | **48,588** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series T | (271) | (130) |
| From return of capital | | |
| Series T | (303) | (309) |
| | **(574)** | **(439)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 23,231 | 56,296 |
| Series F | 35,567 | 62,467 |
| Series G | 6,221 | 10,207 |
| Series I | 99 | – |
| Series IP | 1,729 | 8,955 |
| Series O | 2,168 | 13,911 |
| Series T | 3,559 | 3,275 |
| Reinvested distributions | | |
| Series T | 127 | 97 |
| Payments on redemption | | |
| Series A | (46,574) | (37,552) |
| Series F | (31,596) | (12,360) |
| Series G | (11,030) | (7,029) |
| Series I | (2,292) | (2,588) |
| Series IP | (2,382) | (3,437) |
| Series O | (21,591) | (10,372) |
| Series T | (1,717) | (1,006) |
| | **(44,481)** | **80,864** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (29,588) | 37,388 |
| Series F | 535 | 59,022 |
| Series G | (6,439) | 7,978 |
| Series I | (2,135) | (2,030) |
| Series IP | (932) | 6,920 |
| Series O | (21,469) | 17,197 |
| Series OP | – | 1 |
| Series T | 973 | 2,537 |
| | **(59,055)** | **129,013** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 308,561 | 419,250 |
| Series F | 156,826 | 176,714 |
| Series G | 85,649 | 104,814 |
| Series I | 4,260 | 8,450 |
| Series IP | 24,833 | 31,453 |
| Series O | 294,144 | 251,837 |
| Series OP | 10 | 11 |
| Series T | 11,803 | 13,528 |
| | **886,086** | **1,006,057** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | (14,000) | 48,588 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (55,466) | (31,219) |
| Unrealized foreign currency translation (gain) loss | 5 | (2,457) |
| Change in unrealized (gain) loss on non-derivative financial assets | 63,853 | (22,771) |
| Change in unrealized (gain) loss on currency forward contracts | – | (6) |
| Change in unrealized (gain) loss on currency spot contracts | 6 | 40 |
| Purchases of portfolio investments | (905,242) | (1,589,601) |
| Proceeds from sale of portfolio investments | 986,575 | 1,525,347 |
| Accrued investment income and other | (220) | 5 |
| Accrued expenses and other payables | (73) | 178 |
| **Net cash provided by (used in) operating activities** | **75,438** | **(71,896)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 61,314 | 134,400 |
| Amounts paid on redemption of redeemable shares | (106,398) | (60,719) |
| Distributions to shareholders of redeemable shares | (364) | (281) |
| **Net cash provided by (used in) financing activities** | **(45,448)** | **73,400** |
| Unrealized foreign currency translation gain (loss) | (5) | 2,457 |
| Net increase (decrease) in cash | 29,985 | 3,961 |
| Cash (bank overdraft), beginning of period | 23,247 | 34,374 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **53,232** | **38,335** |
| Interest paid[1] | 2 | 3 |
| Interest received[1] | 40 | 131 |
| Dividends received, net of withholding taxes[1] | 970 | 739 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Growth Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (92.4%)** | | | |
| **Argentina (4.6%)** | | | |
| MercadoLibre, Inc. | 192,500 | **43,726** | **40,357** |
| **Brazil (5.4%)** | | | |
| Raia Drogasil SA | 1,907,500 | **50,645** | **48,045** |
| **China (33.4%)** | | | |
| Ctrip.com International, Ltd., ADR | 800,600 | 40,592 | 42,999 |
| JD.com, Inc., Class "A", ADR | 1,117,200 | 40,138 | 38,162 |
| NetEase, Inc., ADR | 223,200 | 49,809 | 64,535 |
| Sunny Optical Technology (Group) Company Limited | 5,643,900 | 39,380 | 33,022 |
| TAL Education Group, Class "A", ADR | 466,600 | 31,031 | 43,993 |
| Weibo Corporation, Sponsored ADR | 1,340,000 | 33,716 | 73,048 |
| | | **234,666** | **295,759** |
| **Germany (4.4%)** | | | |
| Zalando SE | 753,300 | **39,909** | **38,736** |
| **Hong Kong (6.2%)** | | | |
| Tencent Holdings Limited | 1,674,600 | **40,838** | **54,576** |
| **Netherlands (4.3%)** | | | |
| ASML Holding NV, ADR | 250,400 | **36,879** | **37,723** |
| **United Kingdom (4.2%)** | | | |
| JUST EAT PLC | 3,823,500 | **37,543** | **36,920** |
| **United States (29.9%)** | | | |
| Acacia Communications, Inc. | 348,600 | 40,027 | 28,903 |
| Inphi Corporation | 518,700 | 29,494 | 31,066 |
| NVIDIA Corporation | 301,700 | 35,936 | 43,240 |
| Priceline Group Inc. (The) | 13,300 | 27,640 | 26,194 |
| Proofpoint, Inc. | 303,800 | 31,821 | 28,819 |
| ServiceNow, Inc. | 529,400 | 62,075 | 52,857 |
| Ulta Salon, Cosmetics & Fragrance, Inc. | 157,300 | 43,075 | 53,844 |
| | | **270,068** | **264,923** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.4%)** | | **754,274** | **817,039** |
| **TRANSACTION COSTS (0.0%)** | | **(825)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.4%)** | | **753,449** | **817,039** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (6.0%)** | | | |
| Canadian | | 3,379 | 3,379 |
| Foreign | | 49,857 | 49,853 |
| | | **53,236** | **53,232** |
| **OTHER NET ASSETS (LIABILITIES) (1.6%)** | | | **15,815** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **886,086** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Growth Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses based outside of Canada.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 716,111 | – | 716,111 | 80.8 |
| Hong Kong Dollar | 87,621 | – | 87,621 | 9.9 |
| Brazilian Real | 48,224 | – | 48,224 | 5.4 |
| Euro | 38,840 | – | 38,840 | 4.4 |
| Pound Sterling | 36,920 | – | 36,920 | 4.2 |
| Danish Krone | 88 | – | 88 | 0.0 |
| | **927,804** | **–** | **927,804** | **104.7** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 620,372 | – | 620,372 | 65.6 |
| Japanese Yen | 142,665 | – | 142,665 | 15.1 |
| Hong Kong Dollar | 67,256 | – | 67,256 | 7.1 |
| Euro | 54,990 | – | 54,990 | 5.8 |
| Danish Krone | 49,369 | – | 49,369 | 5.2 |
| Pound Sterling | 11,669 | – | 11,669 | 1.2 |
| Brazilian Real | 5,223 | 6 | 5,229 | 0.6 |
| | **951,544** | **6** | **951,550** | **100.7** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $92,780,000 or approximately 10.5% (June 30, 2016 – $95,155,000 or approximately 10.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 92.4% (June 30, 2016 – 98.3%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $81,704,000 (June 30, 2016 – $92,826,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **92.4** | **98.3** |
| Argentina | 4.6 | – |
| Brazil | 5.4 | 0.6 |
| China | 33.4 | 21.7 |
| Denmark | – | 5.2 |
| France | – | 4.7 |
| Germany | 4.4 | 5.8 |
| Hong Kong | 6.2 | 7.1 |
| Japan | – | 15.1 |
| Netherlands | 4.3 | 3.2 |
| United Kingdom | 4.2 | 1.2 |
| United States | 29.9 | 33.7 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **6.0** | **2.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 605,740 | 211,299 | – | 817,039 |
| | **605,740** | **211,299** | **–** | **817,039** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 602,526 | 325,733 | – | 928,259 |
| Unrealized gain on currency spot contracts | – | 6 | – | 6 |
| | **602,526** | **325,739** | **–** | **928,265** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Growth Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Power Global Navigator Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 92,935 | 100,401 |
| Unrealized gain on currency forward contracts | 46 | 791 |
| Unrealized gain on currency spot contracts | – | 1 |
| Cash | 448 | 7,515 |
| Receivable for securities sold | – | 4,810 |
| Subscriptions receivable | 77 | 42 |
| Accrued investment income and other | 44 | 46 |
| | **93,550** | **113,606** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 135 | 151 |
| Payable for securities purchased | – | 7,884 |
| Redemptions payable | 698 | 283 |
| Accrued expenses | 22 | 25 |
| Distributions payable | 20 | – |
| Unrealized loss on currency forward contracts | 234 | 912 |
| | **1,109** | **9,255** |
| **Net assets attributable to holders of redeemable shares** | **92,441** | **104,351** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 59,585 | 62,725 |
| Series E | 935 | 655 |
| Series F | 11,803 | 18,735 |
| Series FI | 4,028 | 4,449 |
| Series I | 1,020 | 998 |
| Series IP | 278 | 6 |
| Series O | 10,601 | 10,566 |
| Series T | 4,191 | 6,217 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 14.88 | 13.99 |
| Series E | 15.84 | 14.87 |
| Series F | 16.30 | 15.23 |
| Series FI | 16.76 | 15.65 |
| Series I | 18.70 | 17.37 |
| Series IP | 14.74 | 13.65 |
| Series O | 9.29 | 8.62 |
| Series T | 8.49 | 8.37 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 11.08 | 10.76 |
| Series F | 12.14 | 11.71 |
| Series I | 13.93 | 13.36 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 331 | 454 |
| Interest for distribution purposes | – | 21 |
| Net realized gain (loss) on non-derivative financial assets | 3,771 | 4,993 |
| Net realized gain (loss) on currency forward contracts | 22 | (2,368) |
| Change in unrealized gain (loss) on non-derivative financial assets | 3,921 | 1,554 |
| Change in unrealized gain (loss) on currency forward contracts | (67) | 367 |
| Change in unrealized gain (loss) on currency spot contracts | (1) | – |
| Net gain (loss) on investments | **7,977** | **5,021** |
| Securities lending | 4 | – |
| Net realized and unrealized foreign currency translation gain (loss) | (41) | 15 |
| Total income (loss), net | **7,940** | **5,036** |
| **EXPENSES** | | |
| Management fees (note 5) | 782 | 970 |
| Fixed administration fees (note 6) | 127 | 167 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | 2 |
| Foreign withholding taxes/tax reclaims | 50 | 9 |
| Harmonized Sales Tax/Goods and Services Tax | 104 | 131 |
| Transaction costs | 204 | 144 |
| Total expenses | **1,270** | **1,424** |
| Expenses absorbed by the Manager | (1) | (5) |
| Net expenses | **1,269** | **1,419** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **6,671** | **3,617** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 3,820 | 2,049 |
| Series E | 53 | 67 |
| Series F | 1,288 | 606 |
| Series FI | 298 | 146 |
| Series I | 72 | 44 |
| Series IP | 8 | 7 |
| Series O | 791 | 517 |
| Series T | 341 | 181 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.89 | 0.45 |
| Series E | 1.00 | 0.41 |
| Series F | 1.15 | 0.50 |
| Series FI | 1.10 | 0.62 |
| Series I | 1.54 | 0.62 |
| Series IP | 1.42 | 3.77 |
| Series O | 0.66 | 0.40 |
| Series T | 0.55 | 0.26 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 4,267,642 | 4,498,298 |
| Series E | 53,072 | 162,462 |
| Series F | 1,116,196 | 1,224,796 |
| Series FI | 270,838 | 235,004 |
| Series I | 46,652 | 70,560 |
| Series IP | 5,627 | 1,893 |
| Series O | 1,190,373 | 1,274,047 |
| Series T | 622,013 | 687,360 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Navigator Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 62,725 | 70,719 |
| Series E | 655 | 1,378 |
| Series F | 18,735 | 15,592 |
| Series FI | 4,449 | 3,372 |
| Series I | 998 | 1,061 |
| Series IP | 6 | 138 |
| Series O | 10,566 | 12,703 |
| Series T | 6,217 | 4,505 |
| | **104,351** | **109,468** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 3,820 | 2,049 |
| Series E | 53 | 67 |
| Series F | 1,288 | 606 |
| Series FI | 298 | 146 |
| Series I | 72 | 44 |
| Series IP | 8 | 7 |
| Series O | 791 | 517 |
| Series T | 341 | 181 |
| | **6,671** | **3,617** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series A | (5) | – |
| Series F | (2) | – |
| Series O | (1) | – |
| Series T | (101) | (49) |
| From return of capital | | |
| Series T | (145) | (227) |
| | **(254)** | **(276)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,910 | 12,839 |
| Series E | 403 | 3,011 |
| Series F | 1,511 | 11,524 |
| Series FI | 545 | 1,993 |
| Series I | 269 | 643 |
| Series IP | 264 | – |
| Series O | 81 | 125 |
| Series T | 52 | 5,466 |
| Reinvested distributions | | |
| Series A | 5 | – |
| Series F | 1 | – |
| Series O | 1 | – |
| Series T | 112 | 111 |
| Payments on redemption | | |
| Series A | (8,870) | (7,302) |
| Series E | (176) | (532) |
| Series F | (9,730) | (4,272) |
| Series FI | (1,264) | (306) |
| Series I | (319) | (108) |
| Series IP | – | (139) |
| Series O | (837) | (675) |
| Series T | (2,285) | (765) |
| | **(18,327)** | **21,613** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (3,140) | 7,586 |
| Series E | 280 | 2,546 |
| Series F | (6,932) | 7,858 |
| Series FI | (421) | 1,833 |
| Series I | 22 | 579 |
| Series IP | 272 | (132) |
| Series O | 35 | (33) |
| Series T | (2,026) | 4,717 |
| | **(11,910)** | **24,954** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 59,585 | 78,305 |
| Series E | 935 | 3,924 |
| Series F | 11,803 | 23,450 |
| Series FI | 4,028 | 5,205 |
| Series I | 1,020 | 1,640 |
| Series IP | 278 | 6 |
| Series O | 10,601 | 12,670 |
| Series T | 4,191 | 9,222 |
| | **92,441** | **134,422** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 6,671 | 3,617 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,771) | (4,993) |
| Unrealized foreign currency translation (gain) loss | 46 | (35) |
| Change in unrealized (gain) loss on non-derivative financial assets | (3,921) | (1,554) |
| Change in unrealized (gain) loss on currency forward contracts | 67 | (367) |
| Change in unrealized (gain) loss on currency spot contracts | 1 | – |
| Purchases of portfolio investments | (79,684) | (66,665) |
| Proceeds from sale of portfolio investments | 91,768 | 48,393 |
| Accrued investment income and other | 2 | 113 |
| Accrued expenses and other payables | (19) | 41 |
| **Net cash provided by (used in) operating activities** | **11,160** | **(21,450)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 3,156 | 32,914 |
| Amounts paid on redemption of redeemable shares | (21,222) | (11,078) |
| Distributions to shareholders of redeemable shares | (115) | (130) |
| **Net cash provided by (used in) financing activities** | **(18,181)** | **21,706** |
| Unrealized foreign currency translation gain (loss) | (46) | 35 |
| Net increase (decrease) in cash | (7,067) | 291 |
| Cash (bank overdraft), beginning of period | 7,515 | 990 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **448** | **1,281** |
| Interest paid[1] | 2 | 2 |
| Interest received[1] | – | 23 |
| Dividends received, net of withholding taxes[1] | 260 | 578 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Navigator Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (100.5%)** | | | |
| **Canada (6.4%)** | | | |
| Cenovus Energy Inc. | 91,200 | 1,850 | 1,851 |
| Kelt Exploration Ltd. | 221,200 | 1,489 | 1,498 |
| Precision Drilling Corporation | 355,700 | 2,096 | 2,604 |
| | | **5,435** | **5,953** |
| **France (3.8%)** | | | |
| Danone SA | 25,200 | 2,370 | 2,147 |
| Legrand SA | 18,400 | 1,473 | 1,403 |
| | | **3,843** | **3,550** |
| **Germany (2.3%)** | | | |
| Kion Group AG | 27,800 | **2,187** | **2,080** |
| **Ireland (1.9%)** | | | |
| Allegion PLC | 20,800 | **1,828** | **1,787** |
| **Japan (6.1%)** | | | |
| Fanuc Corporation | 12,400 | 2,561 | 2,818 |
| Harmonic Drive Systems Inc. | 36,100 | 1,107 | 1,201 |
| Nomura Holdings, Inc. | 210,300 | 1,712 | 1,666 |
| | | **5,380** | **5,685** |
| **Netherlands (6.0%)** | | | |
| InterXion Holding N.V. | 91,600 | 3,315 | 4,315 |
| Sensata Technologies Holding NV | 22,800 | 1,218 | 1,192 |
| | | **4,533** | **5,507** |
| **Norway (2.6%)** | | | |
| Orkla ASA | 198,800 | **1,924** | **2,421** |
| **Spain (5.3%)** | | | |
| Almirall, SA | 106,400 | 1,917 | 2,224 |
| Amadeus IT Holding, SA, Class "A" | 43,100 | 1,774 | 2,636 |
| | | **3,691** | **4,860** |
| **United Kingdom (12.4%)** | | | |
| AVEVA Group PLC | 50,600 | 1,663 | 1,567 |
| BHP Billiton PLC | 71,800 | 1,470 | 1,526 |
| iShares MSCI Europe Financials ETF | 84,100 | 2,086 | 2,141 |
| LivaNova PLC | 24,900 | 2,026 | 1,504 |
| Shire PLC | 35,800 | 2,883 | 2,727 |
| Smith & Nephew PLC | 98,500 | 2,081 | 1,973 |
| | | **12,209** | **11,438** |
| **United States (53.7%)** | | | |
| Acuity Brands, Inc. | 8,700 | 2,744 | 2,698 |
| Advanced Micro Devices, Inc. | 196,900 | 1,769 | 2,998 |
| Affiliated Managers Group, Inc. | 13,100 | 2,468 | 2,556 |
| Cerner Corporation | 23,700 | 1,807 | 1,507 |
| E*TRADE Financial Corporation | 20,400 | 577 | 949 |
| Expedia, Inc. | 9,100 | 1,428 | 1,384 |
| F5 Networks, Inc. | 11,800 | 1,992 | 2,293 |
| Facebook, Inc., Class "A" | 15,000 | 2,308 | 2,319 |
| FedEx Corporation | 9,200 | 2,114 | 2,300 |
| Fluor Corporation | 21,700 | 1,452 | 1,530 |
| iShares Nasdaq Biotechnology ETF | 7,400 | 2,403 | 2,636 |
| Level 3 Communications, Inc. | 37,439 | 1,412 | 2,833 |
| Liberty Interactive Corporation, Series "A" | 37,600 | 1,468 | 1,009 |
| Potlatch Corporation | 36,600 | 1,820 | 2,047 |
| Raytheon Company | 4,100 | 805 | 782 |
| Rockwell Automation, Inc. | 17,200 | 2,346 | 3,105 |
| salesforce.com, inc. | 13,300 | 1,342 | 1,223 |
| SLM Corporation | 121,300 | 1,430 | 1,795 |
| Ultimate Software Group, Inc. (The) | 17,700 | 3,120 | 4,336 |
| Vantiv, Inc., Class "A" | 58,700 | 3,507 | 4,699 |
| Workday, Inc., Class "A" | 24,400 | 2,394 | 2,165 |
| Xilinx, Inc. | 30,700 | 2,120 | 2,490 |
| | | **42,826** | **49,654** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.5%)** | | **83,856** | **92,935** |
| **TRANSACTION COSTS (0.0%)** | | **(124)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.5%)** | | **83,732** | **92,935** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.3%)** | | **–** | **(188)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.5%)** | | | |
| Canadian | | 62 | 62 |
| Foreign | | 389 | 386 |
| | | **451** | **448** |
| **OTHER NET ASSETS (LIABILITIES) (–0.7%)** | | | **(754)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **92,441** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 6,671 | (GBP) (4,000) | 0.600 | 0.603 | 40 |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 960 | (GBP) (575) | 0.599 | 0.603 | 6 |
| | | | | | | | **46** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 342 | (JPY) (30,000) | 87.745 | 86.821 | (4) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 5,319 | (JPY) (470,000) | 88.360 | 86.821 | (93) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 15,888 | (USD) (11,900) | 0.749 | 0.745 | (87) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 15,649 | (USD) (11,700) | 0.748 | 0.745 | (50) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | JPY 30,000 | (CAD) (346) | 0.012 | 0.012 | – |
| | | | | | | | **(234)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Navigator Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek long-term capital appreciation by investing in a broadly diversified portfolio consisting primarily of equity securities of businesses located around the world.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 60,993 | (31,675) | 29,318 | 31.7 |
| Euro | 10,518 | – | 10,518 | 11.4 |
| Pound Sterling | 7,793 | (7,584) | 209 | 0.2 |
| Japanese Yen | 5,685 | (5,412) | 273 | 0.3 |
| Norwegian Krone | 2,421 | – | 2,421 | 2.6 |
| | **87,410** | **(44,671)** | **42,739** | **46.2** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 69,896 | – | 69,896 | 67.0 |
| Euro | 17,973 | – | 17,973 | 17.2 |
| Pound Sterling | 9,595 | (8,958) | 637 | 0.6 |
| Japanese Yen | 3,953 | (3,457) | 496 | 0.5 |
| Norwegian Krone | 2,428 | – | 2,428 | 2.3 |
| | **103,845** | **(12,415)** | **91,430** | **87.6** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $4,274,000 or approximately 4.6% (June 30, 2016 – $9,143,000 or approximately 8.8%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 100.5% (June 30, 2016 – 96.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $9,294,000 (June 30, 2016 – $10,040,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **100.5** | **96.2** |
| Canada | 6.4 | – |
| France | 3.8 | 5.9 |
| Germany | 2.3 | – |
| Ireland | 1.9 | – |
| Italy | – | 1.2 |
| Japan | 6.1 | 3.8 |
| Netherlands | 6.0 | 5.0 |
| Norway | 2.6 | 2.3 |
| Portugal | – | 2.0 |
| Spain | 5.3 | 9.1 |
| United Kingdom | 12.4 | 11.1 |
| United States | 53.7 | 55.8 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.5** | **7.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 66,546 | 26,389 | – | 92,935 |
| Unrealized gain on currency forward contracts | – | 46 | – | 46 |
| | **66,546** | **26,435** | **–** | **92,981** |
| Unrealized loss on currency forward contracts | – | (234) | – | (234) |
| | **66,546** | **26,201** | **–** | **92,747** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 65,472 | 34,929 | – | 100,401 |
| Unrealized gain on currency forward contracts | – | 791 | – | 791 |
| Unrealized gain on currency spot contracts | – | 1 | – | 1 |
| | **65,472** | **35,721** | **–** | **101,193** |
| Unrealized loss on currency forward contracts | – | (912) | – | (912) |
| | **65,472** | **34,809** | **–** | **100,281** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Power Global Navigator Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 46 | (6) | – | 40 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **46** | **(6)** | **–** | **40** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 234 | (6) | – | 228 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **234** | **(6)** | **–** | **228** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial assets – by type** | **Gross amount of assets ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 791 | (79) | – | 712 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **791** | **(79)** | **–** | **712** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| **Financial liabilities – by type** | **Gross amount of liabilities ($000s)** | **Master netting offset ($000s)** | **Collateral pledged/ received ($000s)** | **Net amount ($000s)** |
| Currency forward contracts | 912 | (79) | – | 833 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **912** | **(79)** | **–** | **833** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | **Carrying value of the Underlying Fund ($000s)** | **Ownership percentage in Underlying Fund (%)** |
| iShares MSCI Europe Financials ETF | 2,141 | 0.3 |
| iShares Nasdaq Biotechnology ETF | 2,636 | 0.0 |
| | **4,777** | |

| | June 30, 2016 | |
|---|---|---|
| | **Carrying value of the Underlying Fund ($000s)** | **Ownership percentage in Underlying Fund (%)** |
| iShares Nasdaq Biotechnology ETF | 2,645 | 0.0 |
| | **2,645** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic American Class (Unaudited)

*(formerly Dynamic American Value Class)*

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 46,125 | 44,304 |
| Cash | 4,609 | 615 |
| Subscriptions receivable | 80 | 104 |
| Accrued investment income and other | 23 | 45 |
| | **50,837** | **45,068** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 74 | 65 |
| Redemptions payable | 100 | 219 |
| Accrued expenses | 9 | 9 |
| Distributions payable | 9 | – |
| | **192** | **293** |
| **Net assets attributable to holders of redeemable shares** | **50,645** | **44,775** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 29,748 | 26,372 |
| Series E | 1,494 | 1,012 |
| Series F | 13,457 | 11,487 |
| Series I | 4,022 | 3,853 |
| Series O | 10 | 9 |
| Series T | 1,914 | 2,042 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 14.21 | 12.96 |
| Series E | 15.42 | 14.05 |
| Series F | 15.16 | 13.75 |
| Series I | 16.21 | 14.62 |
| Series O | 17.58 | 15.84 |
| Series T | 9.10 | 8.71 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 10.58 | 9.97 |
| Series F | 11.29 | 10.57 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 287 | 313 |
| Net realized gain (loss) on non-derivative financial assets | 1,247 | 6,977 |
| Change in unrealized gain (loss) on non-derivative financial assets | 3,116 | (1,811) |
| Net gain (loss) on investments | **4,650** | **5,479** |
| Net realized and unrealized foreign currency translation gain (loss) | (28) | 110 |
| Total income (loss), net | **4,622** | **5,589** |
| **EXPENSES** | | |
| Management fees (note 5) | 351 | 404 |
| Fixed administration fees (note 6) | 45 | 54 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 1 |
| Foreign withholding taxes/tax reclaims | 37 | 43 |
| Harmonized Sales Tax/Goods and Services Tax | 46 | 55 |
| Transaction costs | 38 | 56 |
| Total expenses | **518** | **614** |
| Expenses absorbed by the Manager | (6) | – |
| Net expenses | **512** | **614** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **4,110** | **4,975** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,214 | 2,979 |
| Series E | 110 | 120 |
| Series F | 1,191 | 1,176 |
| Series I | 419 | 467 |
| Series O | 1 | 1 |
| Series T | 175 | 232 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 1.17 | 1.38 |
| Series E | 1.36 | 1.66 |
| Series F | 1.44 | 1.60 |
| Series I | 1.62 | 1.71 |
| Series O | 1.78 | 1.86 |
| Series T | 0.79 | 0.94 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 1,895,568 | 2,155,966 |
| Series E | 80,851 | 72,455 |
| Series F | 825,117 | 729,097 |
| Series I | 259,345 | 274,147 |
| Series O | 563 | 508 |
| Series T | 221,801 | 247,386 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic American Class (Unaudited – Continued)

*(formerly Dynamic American Value Class)*

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 26,372 | 30,780 |
| Series E | 1,012 | 1,520 |
| Series F | 11,487 | 11,844 |
| Series I | 3,853 | 4,152 |
| Series O | 9 | 8 |
| Series T | 2,042 | 2,331 |
| | **44,775** | **50,635** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,214 | 2,979 |
| Series E | 110 | 120 |
| Series F | 1,191 | 1,176 |
| Series I | 419 | 467 |
| Series O | 1 | 1 |
| Series T | 175 | 232 |
| | **4,110** | **4,975** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series T | (54) | (41) |
| From return of capital | | |
| Series T | (38) | (60) |
| | **(92)** | **(101)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 7,396 | 1,730 |
| Series E | 447 | 2 |
| Series F | 3,120 | 3,476 |
| Series T | 132 | 278 |
| Reinvested distributions | | |
| Series T | 33 | 33 |
| Payments on redemption | | |
| Series A | (6,234) | (3,839) |
| Series E | (75) | (641) |
| Series F | (2,341) | (3,270) |
| Series I | (250) | (94) |
| Series T | (376) | (210) |
| | **1,852** | **(2,535)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 3,372 | 870 |
| Series E | 482 | (519) |
| Series F | 1,973 | 1,382 |
| Series I | 170 | 373 |
| Series O | 1 | 1 |
| Series T | (128) | 232 |
| | **5,870** | **2,339** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 29,748 | 31,650 |
| Series E | 1,494 | 1,001 |
| Series F | 13,457 | 13,226 |
| Series I | 4,022 | 4,525 |
| Series O | 10 | 9 |
| Series T | 1,914 | 2,563 |
| | **50,645** | **52,974** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 4,110 | 4,975 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,247) | (6,977) |
| Unrealized foreign currency translation (gain) loss | (1) | (107) |
| Change in unrealized (gain) loss on non-derivative financial assets | (3,116) | 1,811 |
| Purchases of portfolio investments | (40,840) | (51,821) |
| Proceeds from sale of portfolio investments | 43,382 | 56,028 |
| Accrued investment income and other | 22 | (6) |
| Accrued expenses and other payables | 9 | 4 |
| **Net cash provided by (used in) operating activities** | **2,319** | **3,907** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 8,912 | 4,812 |
| Amounts paid on redemption of redeemable shares | (7,188) | (7,239) |
| Distributions to shareholders of redeemable shares | (50) | (57) |
| **Net cash provided by (used in) financing activities** | **1,674** | **(2,484)** |
| Unrealized foreign currency translation gain (loss) | 1 | 107 |
| Net increase (decrease) in cash | 3,994 | 1,530 |
| Cash (bank overdraft), beginning of period | 615 | 186 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **4,609** | **1,716** |
| Interest paid[1] | – | 1 |
| Dividends received, net of withholding taxes[1] | 280 | 259 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (91.1%)** | | | |
| **United States (91.1%)** | | | |
| Bank of America Corporation | 61,600 | 1,820 | 1,832 |
| Berkshire Hathaway Inc., Class "B" | 8,400 | 1,821 | 1,839 |
| Cognex Corporation | 29,600 | 1,968 | 2,529 |
| Danaher Corporation | 17,900 | 1,902 | 1,872 |
| First Republic Bank | 25,600 | 2,249 | 3,167 |
| GCP Applied Technologies Inc. | 60,100 | 2,158 | 2,159 |
| JPMorgan Chase & Co. | 24,300 | 2,273 | 2,817 |
| Keysight Technologies, Inc. | 50,400 | 1,977 | 2,475 |
| KLA-Tencor Corporation | 22,100 | 2,214 | 2,335 |
| MKS Instruments, Inc. | 32,600 | 1,523 | 2,600 |
| MSA Safety Incorporated | 21,400 | 1,605 | 1,992 |
| Mueller Water Products, Inc., Class "A" | 141,500 | 2,055 | 2,529 |
| Northrop Grumman Corporation | 7,500 | 2,007 | 2,343 |
| Parker-Hannifin Corporation | 12,300 | 2,262 | 2,312 |
| Raytheon Company | 12,100 | 1,873 | 2,308 |
| Rollins, Inc. | 57,100 | 1,796 | 2,590 |
| Sensient Technologies Corporation | 18,100 | 1,788 | 1,911 |
| Union Pacific Corporation | 13,700 | 1,806 | 1,908 |
| UnitedHealth Group Incorporated | 12,300 | 2,226 | 2,645 |
| ViaSat, Inc. | 22,100 | 1,948 | 1,962 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.1%)** | | **39,271** | **46,125** |
| **TRANSACTION COSTS (0.0%)** | | **(20)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.1%)** | | **39,251** | **46,125** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (9.1%)** | | | |
| Canadian | | 4,478 | 4,478 |
| Foreign | | 132 | 131 |
| | | **4,610** | **4,609** |
| **OTHER NET ASSETS (LIABILITIES) (–0.2%)** | | | **(89)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **50,645** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic American Class (Unaudited)

*(Formerly Dynamic American Value Class)*

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of United States based businesses.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 46,273 | – | 46,273 | 91.4 |
| | **46,273** | **–** | **46,273** | **91.4** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 44,950 | – | 44,950 | 100.4 |
| | **44,950** | **–** | **44,950** | **100.4** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $4,627,000 or approximately 9.1% (June 30, 2016 – $4,495,000 or approximately 10.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 91.1% (June 30, 2016 – 99.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $4,613,000 (June 30, 2016 – $4,430,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **91.1** | **99.0** |
| Switzerland | – | 3.8 |
| United States | 91.1 | 95.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **9.1** | **1.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 46,125 | – | – | 46,125 |
| | **46,125** | **–** | **–** | **46,125** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 44,304 | – | – | 44,304 |
| | **44,304** | **–** | **–** | **44,304** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Asset Allocation Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 16,982 | 15,945 |
| Unrealized gain on currency forward contracts | – | 14 |
| Cash | 1,292 | 1,204 |
| Receivable for securities sold | – | 130 |
| Subscriptions receivable | 1 | 224 |
| Accrued investment income and other | 66 | 60 |
| | **18,341** | **17,577** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 28 | 27 |
| Payable for securities purchased | – | 452 |
| Redemptions payable | 324 | 29 |
| Accrued expenses | 4 | 3 |
| Distributions payable | 23 | – |
| Unrealized loss on currency forward contracts | 7 | 7 |
| | **386** | **518** |
| **Net assets attributable to holders of redeemable shares** | **17,955** | **17,059** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 13,841 | 12,932 |
| Series E | 369 | 453 |
| Series F | 1,339 | 982 |
| Series I | 681 | 709 |
| Series T | 1,725 | 1,983 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 8.79 | 8.49 |
| Series E | 10.80 | 10.45 |
| Series F | 9.92 | 9.51 |
| Series I | 11.09 | 10.58 |
| Series T | 5.28 | 5.24 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 132 | 159 |
| Interest for distribution purposes | 70 | 135 |
| Net realized gain (loss) on non-derivative financial assets | 227 | 53 |
| Net realized gain (loss) on currency forward contracts | (52) | (89) |
| Change in unrealized gain (loss) on non-derivative financial assets | 644 | (414) |
| Change in unrealized gain (loss) on currency forward contracts | (14) | (71) |
| Net gain (loss) on investments | **1,007** | **(227)** |
| Net realized and unrealized foreign currency translation gain (loss) | 3 | 15 |
| Total income (loss), net | **1,010** | **(212)** |
| **EXPENSES** | | |
| Management fees (note 5) | 152 | 156 |
| Fixed administration fees (note 6) | 17 | 18 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 5 | 12 |
| Harmonized Sales Tax/Goods and Services Tax | 18 | 18 |
| Transaction costs | 12 | 24 |
| Total expenses | **205** | **229** |
| Expenses absorbed by the Manager | (1) | – |
| Net expenses | **204** | **229** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **806** | **(441)** |
| Income tax recovery (expense) | 3 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **809** | **(441)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 603 | (347) |
| Series E | 21 | (6) |
| Series F | 55 | (22) |
| Series I | 45 | (16) |
| Series T | 85 | (50) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.40 | (0.22) |
| Series E | 0.52 | (0.41) |
| Series F | 0.49 | (0.21) |
| Series I | 0.63 | (0.15) |
| Series T | 0.25 | (0.15) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 1,494,618 | 1,595,320 |
| Series E | 40,733 | 13,709 |
| Series F | 112,260 | 103,257 |
| Series I | 71,220 | 109,672 |
| Series T | 342,063 | 349,338 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Asset Allocation Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 12,932 | 15,492 |
| Series E | 453 | 108 |
| Series F | 982 | 974 |
| Series I | 709 | 1,146 |
| Series T | 1,983 | 2,165 |
| | **17,059** | **19,885** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 603 | (347) |
| Series E | 21 | (6) |
| Series F | 55 | (22) |
| Series I | 45 | (16) |
| Series T | 85 | (50) |
| | **809** | **(441)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (30) | (67) |
| Series E | (1) | (1) |
| Series F | (3) | (6) |
| Series I | (1) | (6) |
| Series T | (7) | (12) |
| From net realized gains on investments | | |
| Series A | (131) | (170) |
| Series E | (4) | (1) |
| Series F | (10) | (9) |
| Series I | (8) | (12) |
| Series T | (31) | (33) |
| From return of capital | | |
| Series T | (30) | (41) |
| | **(256)** | **(358)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 2,567 | 271 |
| Series E | 252 | 172 |
| Series F | 522 | 212 |
| Series I | 234 | 101 |
| Series T | 141 | 15 |
| Reinvested distributions | | |
| Series A | 156 | 230 |
| Series E | 5 | 2 |
| Series F | 9 | 12 |
| Series I | 9 | 18 |
| Series T | 23 | 38 |
| Payments on redemption | | |
| Series A | (2,256) | (2,449) |
| Series E | (357) | – |
| Series F | (216) | (169) |
| Series I | (307) | (128) |
| Series T | (439) | (302) |
| | **343** | **(1,977)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 909 | (2,532) |
| Series E | (84) | 166 |
| Series F | 357 | 18 |
| Series I | (28) | (43) |
| Series T | (258) | (385) |
| | **896** | **(2,776)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 13,841 | 12,960 |
| Series E | 369 | 274 |
| Series F | 1,339 | 992 |
| Series I | 681 | 1,103 |
| Series T | 1,725 | 1,780 |
| | **17,955** | **17,109** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 809 | (441) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (227) | (53) |
| Unrealized foreign currency translation (gain) loss | – | (23) |
| Change in unrealized (gain) loss on non-derivative financial assets | (644) | 414 |
| Change in unrealized (gain) loss on currency forward contracts | 14 | 71 |
| Purchases of portfolio investments | (7,811) | (13,860) |
| Proceeds from sale of portfolio investments | 7,323 | 16,583 |
| Accrued investment income and other | (6) | 19 |
| Accrued expenses and other payables | 2 | (6) |
| **Net cash provided by (used in) operating activities** | **(540)** | **2,704** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 3,338 | 320 |
| Amounts paid on redemption of redeemable shares | (2,679) | (2,606) |
| Distributions to shareholders of redeemable shares | (31) | (30) |
| **Net cash provided by (used in) financing activities** | **628** | **(2,316)** |
| Unrealized foreign currency translation gain (loss) | – | 23 |
| Net increase (decrease) in cash | 88 | 411 |
| Cash (bank overdraft), beginning of period | 1,204 | 787 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **1,292** | **1,198** |
| Interest received[1] | 69 | 142 |
| Dividends received, net of withholding taxes[1] | 124 | 149 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Asset Allocation Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (34.2%)** | | | | |
| **Canadian Bonds and Debentures (30.2%)** | | | | |
| **Federal (13.1%)** | | | | |
| Government of Canada, 0.25% May 01 18 | | 867 | 862 | 862 |
| Government of Canada, 0.75% Mar. 01 21 | | 728 | 732 | 719 |
| Government of Canada, 2.25% Jun. 01 25 | | 100 | 111 | 105 |
| Government of Canada, 1.50% Jun. 01 26 | | 659 | 667 | 647 |
| Government of Canada, 3.50% Dec. 01 45 | | 20 | 25 | 25 |
| | | | **2,397** | **2,358** |
| **Provincial (11.2%)** | | | | |
| Province of Alberta, 2.55% Dec. 15 22 | | 112 | 118 | 116 |
| Province of British Columbia, 2.25% Mar. 01 19 | | 170 | 176 | 174 |
| Province of Ontario, 2.10% Sep. 08 18 | | 401 | 411 | 408 |
| Province of Ontario, 3.50% Jun. 02 24 | | 315 | 353 | 342 |
| Province of Ontario, 5.60% Jun. 02 35 | | 210 | 295 | 282 |
| Province of Quebec, 4.50% Dec. 01 20 | | 361 | 411 | 402 |
| Province of Quebec, 6.25% Jun. 01 32 | | 200 | 289 | 278 |
| | | | **2,053** | **2,002** |
| **Corporate (5.9%)** | | | | |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | | 177 | 176 | 176 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | | 168 | 176 | 175 |
| First Capital Realty Inc., 5.48% Jul. 30 19, Series "L" | | 159 | 176 | 172 |
| Fortis Inc., 2.85% Oct. 12 23 | | 11 | 11 | 11 |
| Royal Bank of Canada, 1.92% Jul. 17 20 | | 174 | 176 | 175 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 170 | 177 | 175 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 160 | 176 | 174 |
| | | | **1,068** | **1,058** |
| **Foreign Bonds and Debentures (4.0%)** | | | | |
| **United States (4.0%)** | | | | |
| Altria Group, Inc., 4.75% May 05 21 | USD | 121 | 176 | 177 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 130 | 177 | 179 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 131 | 177 | 177 |
| Walt Disney Company (The), 2.75% Aug. 16 21 | USD | 130 | 176 | 178 |
| | | | **706** | **711** |
| **EQUITIES (60.5%)** | | | | |
| **Canada (48.6%)** | | | | |
| Altius Minerals Corporation | | 17,700 | 192 | 224 |
| Bank of Montreal | | 2,200 | 191 | 212 |
| Bank of Nova Scotia (The) | | 2,600 | 153 | 194 |
| BCE Inc. | | 3,500 | 192 | 203 |
| Brookfield Asset Management Inc., Class "A" | | 5,600 | 242 | 248 |
| Canadian Imperial Bank of Commerce | | 2,300 | 202 | 252 |
| Canadian National Railway Company | | 3,900 | 307 | 352 |
| CGI Group Inc., Class "A" | | 5,500 | 307 | 354 |
| Chemtrade Logistics Income Fund, Units | | 11,000 | 198 | 208 |
| Cineplex Inc. | | 4,600 | 217 | 236 |
| Crescent Point Energy Corp. | | 12,500 | 213 | 228 |
| DH Corporation | | 10,000 | 246 | 223 |
| Enerflex Ltd. | | 15,800 | 174 | 269 |
| Gildan Activewear Inc., Class "A", Subordinated Voting | | 9,200 | 316 | 314 |
| Hudson's Bay Company | | 14,000 | 206 | 185 |
| Hydro One Limited | | 7,000 | 166 | 165 |
| Intact Financial Corporation | | 3,000 | 264 | 288 |
| Jean Coutu Group (PJC) Inc. (The), Class "A" | | 11,000 | 210 | 230 |
| Loblaw Companies Limited | | 4,800 | 322 | 340 |
| Manulife Financial Corporation | | 10,500 | 206 | 251 |
| Osisko Gold Royalties Ltd. | | 24,200 | 323 | 317 |
| Parkland Fuel Corporation | | 5,000 | 123 | 123 |
| Peyto Exploration & Development Corp. | | 7,400 | 278 | 246 |
| PrairieSky Royalty Ltd. | | 12,300 | 321 | 393 |
| Restaurant Brands International Inc. | | 3,400 | 167 | 217 |
| Ritchie Bros. Auctioneers Incorporated | | 4,600 | 208 | 210 |
| Rogers Communications Inc., Class "B" | | 4,000 | 217 | 207 |
| Royal Bank of Canada | | 4,400 | 323 | 400 |
| Saputo Inc. | | 2,500 | 115 | 119 |
| Shaw Communications Inc., Class "B" | | 9,600 | 251 | 259 |
| Suncor Energy Inc. | | 4,200 | 148 | 184 |
| Toronto-Dominion Bank (The) | | 2,980 | 142 | 197 |
| Transcontinental Inc., Class "A", Subordinated Voting | | 15,100 | 269 | 335 |
| Waste Connections, Inc. | | 2,507 | 224 | 264 |
| Winpak Ltd. | | 6,000 | 262 | 273 |
| | | | **7,895** | **8,720** |
| **United States (11.9%)** | | | | |
| Affiliated Managers Group, Inc. | | 1,400 | 279 | 273 |
| Costco Wholesale Corporation | | 1,000 | 204 | 215 |
| FLIR Systems, Inc. | | 3,700 | 178 | 180 |
| McDonald's Corporation | | 1,300 | 197 | 213 |
| Microsoft Corporation | | 3,900 | 251 | 325 |
| NIKE, Inc., Class "B" | | 3,400 | 256 | 232 |
| United Parcel Service, Inc., Class "B" | | 1,700 | 225 | 262 |
| Visa Inc., Class "A" | | 2,000 | 215 | 210 |
| Weyerhaeuser Company | | 5,500 | 204 | 223 |
| | | | **2,009** | **2,133** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.7%)** | | | **16,128** | **16,982** |
| **TRANSACTION COSTS (0.0%)** | | | **(13)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.7%)** | | | **16,115** | **16,982** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | | **–** | **(7)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (7.2%)** | | | | |
| Canadian | | | 1,292 | 1,292 |
| Foreign | | | – | – |
| | | | **1,292** | **1,292** |
| **OTHER NET ASSETS (LIABILITIES) (–1.9%)** | | | | **(312)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | | **17,955** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD | 667 | (USD) | (499) | 0.748 | 0.745 | (2) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD | 1,204 | (USD) | (901) | 0.748 | 0.745 | (5) |
| | | | | | | | | | **(7)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Asset Allocation Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve a balance of income and capital growth by investing primarily in a mix of high yielding common and preferred shares of Canadian companies and, to a lesser extent, interest bearing securities such as bonds, bills or banker's acceptances, as well as in securities of other mutual funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | – |
| 1-3 years | 1,616 | 1,764 |
| 3-5 years | 2,001 | 2,034 |
| 5-10 years | 1,927 | 1,670 |
| > 10 years | 585 | 596 |
| | **6,129** | **6,064** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $76,000 or approximately 0.4% (June 30, 2016 – $75,000 or approximately 0.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 3,064 | (1,878) | 1,186 | 6.6 |
| Israeli Shekel | 11 | – | 11 | 0.1 |
| Euro | 1 | – | 1 | 0.0 |
| | **3,076** | **(1,878)** | **1,198** | **6.7** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,346 | (1,495) | 851 | 5.0 |
| Euro | 237 | (115) | 122 | 0.7 |
| Israeli Shekel | 11 | – | 11 | 0.1 |
| | **2,594** | **(1,610)** | **984** | **5.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $120,000 or approximately 0.7% (June 30, 2016 – $98,000 or approximately 0.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 60.5% (June 30, 2016 – 58.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $1,085,000 (June 30, 2016 – $988,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| AAA | 41.3 | 14.1 | 39.3 | 13.9 |
| AA | 7.6 | 2.6 | 7.8 | 2.8 |
| A | 42.4 | 14.5 | 44.2 | 15.6 |
| BBB | 8.7 | 3.0 | 8.7 | 3.1 |
| | **100.0** | **34.2** | **100.0** | **35.4** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Asset Allocation Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **34.2** | **35.4** |
| **Canadian Bonds and Debentures** | | |
| Federal | 13.1 | 12.9 |
| Provincial | 11.2 | 12.1 |
| Corporate | 5.9 | 6.2 |
| **Foreign Bonds and Debentures** | | |
| United States | 4.0 | 4.2 |
| **EQUITIES** | **60.5** | **58.0** |
| Canada | 48.6 | 45.3 |
| France | – | 1.4 |
| United States | 11.9 | 11.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **7.2** | **7.1** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 10,853 | – | – | 10,853 |
| Bonds and debentures | – | 6,129 | – | 6,129 |
| | **10,853** | **6,129** | **–** | **16,982** |
| Unrealized loss on currency forward contracts | – | (7) | – | (7) |
| | **10,853** | **6,122** | **–** | **16,975** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 9,644 | 237 | – | 9,881 |
| Bonds and debentures | – | 6,064 | – | 6,064 |
| Unrealized gain on currency forward contracts | – | 14 | – | 14 |
| | **9,644** | **6,315** | **–** | **15,959** |
| Unrealized loss on currency forward contracts | – | (7) | – | (7) |
| | **9,644** | **6,308** | **–** | **15,952** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 7 | – | – | 7 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **7** | **–** | **–** | **7** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 14 | (4) | – | 10 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **14** | **(4)** | **–** | **10** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 7 | (4) | – | 3 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **7** | **(4)** | **–** | **3** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Value Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 363,618 | 379,726 |
| Unrealized gain on currency forward contracts | 8 | 76 |
| Unrealized gain on currency spot contracts | 24 | 2 |
| Cash | 20,031 | 31,395 |
| Receivable for securities sold | 9,805 | 6,429 |
| Subscriptions receivable | 73 | 90 |
| Accrued investment income and other | 654 | 668 |
| | **394,213** | **418,386** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 630 | 669 |
| Payable for securities purchased | 583 | 3,188 |
| Redemptions payable | 455 | 943 |
| Accrued expenses | 61 | 66 |
| Distributions payable | 425 | – |
| Unrealized loss on currency forward contracts | 282 | 303 |
| | **2,436** | **5,169** |
| **Net assets attributable to holders of redeemable shares** | **391,777** | **413,217** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 250,585 | 269,452 |
| Series E | 4,777 | 3,772 |
| Series F | 41,264 | 38,110 |
| Series G | 50,409 | 54,194 |
| Series I | 4,308 | 5,036 |
| Series IP | 1,972 | 2,605 |
| Series O | 22,685 | 22,814 |
| Series T | 15,777 | 17,234 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 14.56 | 14.16 |
| Series E | 12.92 | 12.53 |
| Series F | 17.92 | 17.30 |
| Series G | 14.83 | 14.42 |
| Series I | 9.70 | 9.33 |
| Series IP | 13.13 | 12.66 |
| Series O | 14.69 | 14.10 |
| Series T | 7.27 | 7.32 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 3,179 | 6,513 |
| Interest for distribution purposes | 54 | 52 |
| Net realized gain (loss) on non-derivative financial assets | 10,357 | 19,910 |
| Net realized gain (loss) on currency forward contracts | (2,181) | (3,185) |
| Change in unrealized gain (loss) on non-derivative financial assets | 10,869 | (60,110) |
| Change in unrealized gain (loss) on currency forward contracts | (47) | 187 |
| Change in unrealized gain (loss) on currency spot contracts | 22 | 29 |
| Net gain (loss) on investments | **22,253** | **(36,604)** |
| Securities lending | 4 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 53 | 65 |
| Total income (loss), net | **22,310** | **(36,539)** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,525 | 4,277 |
| Fixed administration fees (note 6) | 336 | 404 |
| Performance fees (note 12) | – | (511) |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 2 |
| Foreign withholding taxes/tax reclaims | 57 | 112 |
| Harmonized Sales Tax/Goods and Services Tax | 415 | 445 |
| Transaction costs | 228 | 207 |
| Total expenses | **4,562** | **4,937** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **4,562** | **4,937** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **17,748** | **(41,476)** |
| Income tax recovery (expense) | 4 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **17,752** | **(41,476)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 11,073 | (28,374) |
| Series E | 168 | (253) |
| Series F | 1,902 | (3,107) |
| Series G | 2,265 | (5,764) |
| Series I | 254 | (441) |
| Series IP | 141 | (234) |
| Series O | 1,240 | (1,690) |
| Series T | 709 | (1,613) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.61 | (1.34) |
| Series E | 0.48 | (1.11) |
| Series F | 0.85 | (1.53) |
| Series G | 0.64 | (1.39) |
| Series I | 0.49 | (0.78) |
| Series IP | 0.77 | (1.06) |
| Series O | 0.79 | (1.17) |
| Series T | 0.31 | (0.72) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 18,015,117 | 21,174,089 |
| Series E | 350,575 | 228,805 |
| Series F | 2,239,328 | 2,037,753 |
| Series G | 3,554,744 | 4,152,625 |
| Series I | 516,755 | 560,948 |
| Series IP | 182,824 | 221,659 |
| Series O | 1,573,368 | 1,437,437 |
| Series T | 2,283,806 | 2,266,739 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Value Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 269,452 | 363,477 |
| Series E | 3,772 | 3,123 |
| Series F | 38,110 | 39,720 |
| Series G | 54,194 | 64,862 |
| Series I | 5,036 | 5,748 |
| Series IP | 2,605 | 3,206 |
| Series O | 22,814 | 23,235 |
| Series T | 17,234 | 18,382 |
| | **413,217** | **521,753** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 11,073 | (28,374) |
| Series E | 168 | (253) |
| Series F | 1,902 | (3,107) |
| Series G | 2,265 | (5,764) |
| Series I | 254 | (441) |
| Series IP | 141 | (234) |
| Series O | 1,240 | (1,690) |
| Series T | 709 | (1,613) |
| | **17,752** | **(41,476)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (558) | (390) |
| Series E | (13) | (6) |
| Series F | (89) | (48) |
| Series G | (119) | (78) |
| Series I | (11) | (7) |
| Series IP | (5) | (3) |
| Series O | (47) | (25) |
| Series T | (74) | (56) |
| From net realized gains on investments | | |
| Series A | (3,094) | (2,451) |
| Series E | (42) | (15) |
| Series F | (424) | (260) |
| Series G | (628) | (449) |
| Series I | (58) | (37) |
| Series IP | (29) | (22) |
| Series O | (260) | (212) |
| Series T | (371) | (289) |
| From return of capital | | |
| Series T | (385) | (485) |
| | **(6,207)** | **(4,833)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 4,235 | 7,837 |
| Series E | 1,900 | 960 |
| Series F | 7,453 | 5,913 |
| Series G | 1,441 | 8,444 |
| Series I | 548 | 703 |
| Series IP | 35 | – |
| Series O | 352 | 777 |
| Series T | 580 | 4,959 |
| Reinvested distributions | | |
| Series A | 3,508 | 2,728 |
| Series E | 53 | 21 |
| Series F | 444 | 265 |
| Series G | 736 | 517 |
| Series I | 61 | 43 |
| Series IP | 34 | 25 |
| Series O | 307 | 237 |
| Series T | 129 | 153 |
| Payments on redemption | | |
| Series A | (34,031) | (45,448) |
| Series E | (1,061) | (678) |
| Series F | (6,132) | (6,535) |
| Series G | (7,480) | (6,667) |
| Series I | (1,522) | (610) |
| Series IP | (809) | (44) |
| Series O | (1,721) | (1,732) |
| Series T | (2,045) | (2,028) |
| | **(32,985)** | **(30,160)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (18,867) | (66,098) |
| Series E | 1,005 | 29 |
| Series F | 3,154 | (3,772) |
| Series G | (3,785) | (3,997) |
| Series I | (728) | (349) |
| Series IP | (633) | (278) |
| Series O | (129) | (2,645) |
| Series T | (1,457) | 641 |
| | **(21,440)** | **(76,469)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 250,585 | 297,379 |
| Series E | 4,777 | 3,152 |
| Series F | 41,264 | 35,948 |
| Series G | 50,409 | 60,865 |
| Series I | 4,308 | 5,399 |
| Series IP | 1,972 | 2,928 |
| Series O | 22,685 | 20,590 |
| Series T | 15,777 | 19,023 |
| | **391,777** | **445,284** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 17,752 | (41,476) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (10,357) | (19,910) |
| Unrealized foreign currency translation (gain) loss | – | (235) |
| Change in unrealized (gain) loss on non-derivative financial assets | (10,869) | 60,110 |
| Change in unrealized (gain) loss on currency forward contracts | 47 | (187) |
| Change in unrealized (gain) loss on currency spot contracts | (22) | (29) |
| Purchases of portfolio investments | (190,388) | (162,976) |
| Proceeds from sale of portfolio investments | 221,741 | 231,479 |
| Accrued investment income and other | 14 | 56 |
| Accrued expenses and other payables | (44) | (712) |
| **Net cash provided by (used in) operating activities** | **27,874** | **66,120** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 7,341 | 18,506 |
| Amounts paid on redemption of redeemable shares | (46,069) | (52,343) |
| Distributions to shareholders of redeemable shares | (510) | (553) |
| **Net cash provided by (used in) financing activities** | **(39,238)** | **(34,390)** |
| Unrealized foreign currency translation gain (loss) | – | 235 |
| Net increase (decrease) in cash | (11,364) | 31,965 |
| Cash (bank overdraft), beginning of period | 31,395 | 8,350 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **20,031** | **40,315** |
| Interest paid[1] | – | 2 |
| Interest received[1] | 57 | 40 |
| Dividends received, net of withholding taxes[1] | 3,128 | 6,490 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Value Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (92.8%)** | | | |
| **Canada (67.1%)** | | | |
| Agnico-Eagle Mines Limited | 154,955 | 8,640 | 8,747 |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | 38,700 | 2,361 | 2,356 |
| ARC Resources Ltd. | 36,261 | 1,097 | 838 |
| Bank of Montreal | 8,100 | 587 | 782 |
| Bank of Nova Scotia (The) | 134,700 | 8,145 | 10,070 |
| Canadian National Railway Company | 21,600 | 1,671 | 1,952 |
| Canadian Natural Resources Limited | 250,646 | 9,074 | 10,725 |
| Canadian Pacific Railway Limited | 64,400 | 12,646 | 12,336 |
| Canfor Corporation | 46,500 | 1,247 | 710 |
| CGI Group Inc., Class "A" | 316,559 | 11,116 | 20,399 |
| CI Financial Corp. | 48,600 | 1,589 | 1,403 |
| Crescent Point Energy Corp. | 231,700 | 4,416 | 4,229 |
| Detour Gold Corporation | 71,200 | 1,735 | 1,302 |
| DH Corporation | 131,700 | 4,509 | 2,934 |
| Emera Incorporated | 170,700 | 8,032 | 7,748 |
| Empire Company Limited, Non-Voting, Class "A" | 86,500 | 1,687 | 1,360 |
| Enbridge Inc. | 267,000 | 13,995 | 15,086 |
| Encana Corporation | 117,100 | 2,016 | 1,845 |
| First Quantum Minerals Ltd. | 63,300 | 1,339 | 845 |
| Fortis Inc. | 94,100 | 3,839 | 3,901 |
| Goldcorp Inc. | 205,500 | 4,733 | 3,757 |
| Hydro One Limited | 234,800 | 5,550 | 5,537 |
| Intact Financial Corporation | 156,774 | 13,425 | 15,066 |
| Kelt Exploration Ltd. | 348,700 | 3,374 | 2,361 |
| Loblaw Companies Limited | 89,200 | 5,916 | 6,319 |
| MacDonald, Dettwiler and Associates Ltd. | 27,525 | 1,692 | 1,841 |
| Manulife Financial Corporation | 422,000 | 7,986 | 10,090 |
| Mitel Networks Corporation | 339,900 | 3,579 | 3,100 |
| Open Text Corporation | 90,648 | 6,545 | 7,517 |
| Paramount Resources Ltd., Class "A" | 84,049 | 2,773 | 1,519 |
| Pembina Pipeline Corporation | 44,300 | 1,572 | 1,859 |
| Performance Sports Group Ltd. | 139,389 | 2,544 | 279 |
| Potash Corporation of Saskatchewan Inc. | 73,315 | 1,793 | 1,781 |
| Precision Drilling Corporation | 996,696 | 6,998 | 7,296 |
| Rogers Communications Inc., Class "B" | 199,243 | 9,299 | 10,319 |
| Royal Bank of Canada | 120,600 | 8,834 | 10,959 |
| SEMAFO Inc. | 199,200 | 760 | 880 |
| Seven Generations Energy Ltd., Class "A" | 202,500 | 3,694 | 6,340 |
| Shaw Communications Inc., Class "B" | 108,800 | 2,817 | 2,931 |
| ShawCor Ltd. | 74,800 | 4,035 | 2,681 |
| Stantec Inc. | 115,000 | 3,569 | 3,901 |
| Suncor Energy Inc. | 27,500 | 1,165 | 1,207 |
| Toronto-Dominion Bank (The) | 165,000 | 8,495 | 10,926 |
| Tourmaline Oil Corp. | 194,700 | 7,350 | 6,992 |
| TransCanada Corporation | 250,586 | 12,847 | 15,170 |
| Trilogy Energy Corp. | 251,600 | 5,986 | 1,900 |
| Trinidad Drilling Ltd. | 236,400 | 810 | 790 |
| Uni-Sélect Inc. | 137,200 | 4,143 | 4,046 |
| Valeant Pharmaceuticals International, Inc. | 38,283 | 6,129 | 745 |
| Waste Connections, Inc. | 48,429 | 4,088 | 5,102 |
| | | **252,242** | **262,779** |
| **United Kingdom (0.5%)** | | | |
| Nielsen Holdings PLC | 36,100 | **2,051** | **2,033** |
| **EQUITIES (92.8%) (cont'd)** | | | |
| **United States (25.2%)** | | | |
| Abbott Laboratories | 153,500 | 8,250 | 7,916 |
| Advance Auto Parts, Inc. | 10,500 | 1,954 | 2,385 |
| Aetna Inc. | 8,053 | 1,181 | 1,341 |
| Alphabet Inc., Class "A" | 1,800 | 1,914 | 1,916 |
| Anthem, Inc. | 8,300 | 1,513 | 1,602 |
| Apple Inc. | 19,900 | 2,904 | 3,096 |
| C. R. Bard, Inc. | 7,600 | 2,152 | 2,293 |
| Celgene Corporation | 15,900 | 2,428 | 2,473 |
| Centene Corporation | 224,268 | 18,531 | 17,017 |
| CIGNA Corporation | 10,400 | 1,742 | 1,865 |
| CVS Health Corporation | 14,900 | 1,835 | 1,579 |
| Dollar General Corporation | 84,800 | 8,048 | 8,434 |
| Dollar Tree, Inc. | 61,700 | 6,380 | 6,394 |
| Kroger Co. (The) | 87,800 | 3,911 | 4,070 |
| McKesson Corporation | 6,562 | 1,563 | 1,238 |
| Mednax, Inc. | 232,168 | 10,401 | 20,785 |
| Medtronic PLC | 20,500 | 2,164 | 1,961 |
| Microsoft Corporation | 23,300 | 1,856 | 1,944 |
| Newell Brands Inc. | 32,000 | 1,956 | 1,918 |
| Ryder System, Inc. | 36,530 | 2,819 | 3,652 |
| SPX FLOW, Inc. | 33,121 | 1,605 | 1,426 |
| Walgreens Boots Alliance, Inc. | 10,299 | 1,093 | 1,145 |
| Zimmer Biomet Holdings, Inc. | 17,000 | 2,320 | 2,356 |
| | | **88,520** | **98,806** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.8%)** | | **342,813** | **363,618** |
| **TRANSACTION COSTS (0.0%)** | | **(205)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (92.8%)** | | **342,608** | **363,618** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | **–** | **(274)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (5.1%)** | | | |
| Canadian | | 20,004 | 20,004 |
| Foreign | | 27 | 27 |
| | | **20,031** | **20,031** |
| **OTHER NET ASSETS (LIABILITIES) (2.2%)** | | | **8,402** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **391,777** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | USD 2,200 | (CAD) (2,944) | 1.338 | 1.342 | 8 |
| | | | | | | | **8** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 29,340 | (USD) (21,950) | 0.748 | 0.745 | (113) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 30,241 | (USD) (22,650) | 0.749 | 0.745 | (166) |
| Bank of Montreal | A-1 | 24-Feb-17 | USD 1,600 | (CAD) (2,150) | 1.344 | 1.342 | (3) |
| | | | | | | | **(282)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Canadian Value Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of Canadian businesses.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 101,586 | (54,737) | 46,849 | 12.0 |
| Israeli Shekel | 70 | – | 70 | 0.0 |
| Indonesian Rupiah | 2 | – | 2 | 0.0 |
| | **101,658** | **(54,737)** | **46,921** | **12.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 123,297 | (65,019) | 58,278 | 14.1 |
| Israeli Shekel | 68 | – | 68 | 0.0 |
| Indonesian Rupiah | 2 | – | 2 | 0.0 |
| | **123,367** | **(65,019)** | **58,348** | **14.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $4,692,000 or approximately 1.2% (June 30, 2016 – $5,835,000 or approximately 1.4%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 92.8% (June 30, 2016 – 91.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $36,362,000 (June 30, 2016 – $37,973,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **92.8** | **91.9** |
| Canada | 67.1 | 60.4 |
| United Kingdom | 0.5 | – |
| United States | 25.2 | 31.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **5.1** | **7.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 363,618 | – | – | 363,618 |
| Unrealized gain on currency forward contracts | – | 8 | – | 8 |
| Unrealized gain on currency spot contracts | – | 24 | – | 24 |
| | **363,618** | **32** | **–** | **363,650** |
| Unrealized loss on currency forward contracts | – | (282) | – | (282) |
| | **363,618** | **(250)** | **–** | **363,368** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 379,726 | – | – | 379,726 |
| Unrealized gain on currency forward contracts | – | 76 | – | 76 |
| Unrealized gain on currency spot contracts | – | 2 | – | 2 |
| | **379,726** | **78** | **–** | **379,804** |
| Unrealized loss on currency forward contracts | – | (303) | – | (303) |
| | **379,726** | **(225)** | **–** | **379,501** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

# Dynamic Canadian Value Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 8 | – | – | 8 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **8** | **–** | **–** | **8** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 282 | – | – | 282 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **282** | **–** | **–** | **282** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 76 | (7) | – | 69 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **76** | **(7)** | **–** | **69** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 303 | (7) | – | 296 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **303** | **(7)** | **–** | **296** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Dividend Advantage Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 443,308 | 427,653 |
| Unrealized gain on currency forward contracts | 12 | 86 |
| Unrealized gain on currency spot contracts | 9 | – |
| Cash | 12,549 | 24,623 |
| Receivable for securities sold | 9,894 | 6,963 |
| Subscriptions receivable | 679 | 533 |
| Accrued investment income and other | 1,046 | 1,186 |
| | **467,497** | **461,044** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 692 | 688 |
| Payable for securities purchased | 948 | 3,973 |
| Redemptions payable | 474 | 1,015 |
| Accrued expenses | 81 | 83 |
| Distributions payable | 1,383 | – |
| Unrealized loss on currency forward contracts | 99 | 233 |
| | **3,677** | **5,992** |
| **Net assets attributable to holders of redeemable shares** | **463,820** | **455,052** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 327,538 | 329,531 |
| Series E | 8,629 | 6,937 |
| Series F | 63,462 | 47,015 |
| Series FH (in equivalent CAD) | 660 | 529 |
| Series FI | n/a | 13,210 |
| Series FT | 5,141 | 3,055 |
| Series H (in equivalent CAD) | 3,008 | 2,413 |
| Series I | 22,372 | 18,307 |
| Series T | 33,010 | 34,055 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES – USD** | | |
| Series FH | 492 | 407 |
| Series H | 2,240 | 1,855 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 13.59 | 12.87 |
| Series E | 11.50 | 10.85 |
| Series F | 14.35 | 13.51 |
| Series FH (in equivalent CAD) | 14.64 | 13.26 |
| Series FI | n/a | 11.28 |
| Series FT | 8.65 | 8.29 |
| Series H (in equivalent CAD) | 15.37 | 14.03 |
| Series I | 14.94 | 13.95 |
| Series T | 10.44 | 10.14 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series FH | 10.90 | 10.20 |
| Series H | 11.45 | 10.79 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 5,876 | 7,729 |
| Interest for distribution purposes | 53 | 60 |
| Net realized gain (loss) on non-derivative financial assets | 11,960 | 16,788 |
| Net realized gain (loss) on currency forward contracts | (771) | (2,304) |
| Change in unrealized gain (loss) on non-derivative financial assets | 24,394 | (68,066) |
| Change in unrealized gain (loss) on currency forward contracts | 60 | 267 |
| Change in unrealized gain (loss) on currency spot contracts | 9 | 36 |
| Net gain (loss) on investments | **41,581** | **(45,490)** |
| Securities lending | 4 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 246 | 957 |
| Total income (loss), net | **41,831** | **(44,533)** |
| **EXPENSES** | | |
| Management fees (note 5) | 3,737 | 4,565 |
| Fixed administration fees (note 6) | 441 | 545 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 5 |
| Foreign withholding taxes/tax reclaims | 39 | 127 |
| Harmonized Sales Tax/Goods and Services Tax | 466 | 559 |
| Transaction costs | 293 | 394 |
| Total expenses | **4,977** | **6,196** |
| Expenses absorbed by the Manager | (1) | (1) |
| Net expenses | **4,976** | **6,195** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **36,855** | **(50,728)** |
| Income tax recovery (expense) | 1 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **36,856** | **(50,728)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 25,825 | (38,048) |
| Series E | 633 | (633) |
| Series F | 4,488 | (4,913) |
| Series FH (in equivalent CAD) | 71 | 24 |
| Series FI | 704 | (873) |
| Series FT | 365 | (242) |
| Series H (in equivalent CAD) | 288 | 38 |
| Series I | 1,787 | (1,816) |
| Series T | 2,695 | (4,265) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 54 | 18 |
| Series H | 218 | 29 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 1.05 | (1.23) |
| Series E | 0.84 | (1.01) |
| Series F | 1.26 | (1.24) |
| Series FH (in equivalent CAD) | 1.65 | 0.17 |
| Series FI | 0.65 | (0.97) |
| Series FT | 0.71 | (0.77) |
| Series H (in equivalent CAD) | 1.66 | 0.21 |
| Series I | 1.31 | (1.18) |
| Series T | 0.81 | (1.03) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE – USD†** | | |
| Series FH | 1.25 | 0.13 |
| Series H | 1.26 | 0.16 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 24,501,386 | 30,649,884 |
| Series E | 756,899 | 628,669 |
| Series F | 3,556,463 | 3,967,910 |
| Series FH | 42,937 | 152,681 |
| Series FI | 1,084,062 | 899,189 |
| Series FT | 515,732 | 312,121 |
| Series H | 173,828 | 191,683 |
| Series I | 1,365,881 | 1,542,849 |
| Series T | 3,311,368 | 4,118,896 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Advantage Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 329,531 | 478,004 |
| Series E | 6,937 | 7,515 |
| Series F | 47,015 | 64,502 |
| Series FH | 529 | 3,036 |
| Series FI | 13,210 | 11,968 |
| Series FT | 3,055 | 3,143 |
| Series H | 2,413 | 3,021 |
| Series I | 18,307 | 26,225 |
| Series T | 34,055 | 54,728 |
| | **455,052** | **652,142** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 25,825 | (38,048) |
| Series E | 633 | (633) |
| Series F | 4,488 | (4,913) |
| Series FH | 71 | 24 |
| Series FI | 704 | (873) |
| Series FT | 365 | (242) |
| Series H | 288 | 38 |
| Series I | 1,787 | (1,816) |
| Series T | 2,695 | (4,265) |
| | **36,856** | **(50,728)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (2,750) | (3,230) |
| Series E | (71) | (65) |
| Series F | (563) | (418) |
| Series FH | (4) | (21) |
| Series FI | – | (87) |
| Series FT | (43) | (30) |
| Series H | (22) | (24) |
| Series I | (144) | (162) |
| Series T | (336) | (430) |
| From net realized gains on investments | | |
| Series A | (5,368) | (7,339) |
| Series E | (109) | (105) |
| Series F | (925) | (1,033) |
| Series FH | (10) | (43) |
| Series FI | – | (150) |
| Series FT | (64) | (44) |
| Series H | (39) | (42) |
| Series I | (319) | (434) |
| Series T | (690) | (1,076) |
| From return of capital | | |
| Series FT | (91) | (71) |
| Series T | (688) | (988) |
| | **(12,236)** | **(15,792)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 18,235 | 13,963 |
| Series E | 3,962 | 1,217 |
| Series F | 22,594 | 7,761 |
| Series FH | 152 | 1,262 |
| Series FI | 42 | 3,075 |
| Series FT | 2,283 | 660 |
| Series H | 516 | 20 |
| Series I | 4,929 | 932 |
| Series T | 2,414 | 2,659 |
| Reinvested distributions | | |
| Series A | 7,754 | 9,937 |
| Series E | 150 | 156 |
| Series F | 1,185 | 1,224 |
| Series FH | 7 | 64 |
| Series FI | – | 192 |
| Series FT | 35 | 34 |
| Series H | 51 | 51 |
| Series I | 428 | 555 |
| Series T | 557 | 763 |
| Payments on redemption | | |
| Series A | (45,689) | (91,128) |
| Series E | (2,873) | (1,549) |
| Series F | (10,332) | (16,070) |
| Series FH | (85) | (3,519) |
| Series FI | (13,956) | (3,832) |
| Series FT | (399) | (854) |
| Series H | (199) | (462) |
| Series I | (2,616) | (5,447) |
| Series T | (4,997) | (12,509) |
| | **(15,852)** | **(90,845)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (1,993) | (115,845) |
| Series E | 1,692 | (979) |
| Series F | 16,447 | (13,449) |
| Series FH | 131 | (2,233) |
| Series FI | (13,210) | (1,675) |
| Series FT | 2,086 | (547) |
| Series H | 595 | (419) |
| Series I | 4,065 | (6,372) |
| Series T | (1,045) | (15,846) |
| | **8,768** | **(157,365)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 327,538 | 362,159 |
| Series E | 8,629 | 6,536 |
| Series F | 63,462 | 51,053 |
| Series FH | 660 | 803 |
| Series FI | n/a | 10,293 |
| Series FT | 5,141 | 2,596 |
| Series H | 3,008 | 2,602 |
| Series I | 22,372 | 19,853 |
| Series T | 33,010 | 38,882 |
| | **463,820** | **494,777** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 36,856 | (50,728) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (11,960) | (16,788) |
| Unrealized foreign currency translation (gain) loss | 30 | (1,334) |
| Change in unrealized (gain) loss on non-derivative financial assets | (24,394) | 68,066 |
| Change in unrealized (gain) loss on currency forward contracts | (60) | (267) |
| Change in unrealized (gain) loss on currency spot contracts | (9) | (36) |
| Purchases of portfolio investments | (173,358) | (180,497) |
| Proceeds from sale of portfolio investments | 188,101 | 300,186 |
| Accrued investment income and other | 140 | 497 |
| Accrued expenses and other payables | 2 | (274) |
| **Net cash provided by (used in) operating activities** | **15,348** | **118,825** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 21,433 | 25,466 |
| Amounts paid on redemption of redeemable shares | (48,139) | (129,274) |
| Distributions to shareholders of redeemable shares | (686) | (977) |
| **Net cash provided by (used in) financing activities** | **(27,392)** | **(104,785)** |
| Unrealized foreign currency translation gain (loss) | (30) | 1,334 |
| Net increase (decrease) in cash | (12,074) | 15,374 |
| Cash (bank overdraft), beginning of period | 24,623 | 5,302 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **12,549** | **20,676** |
| Interest paid[1] | – | 5 |
| Interest received[1] | 62 | 53 |
| Dividends received, net of withholding taxes[1] | 5,967 | 8,146 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Advantage Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (95.6%)** | | | |
| **Canada (90.9%)** | | | |
| Advantage Oil & Gas Ltd. | 163,700 | 1,328 | 1,493 |
| Aecon Group Inc. | 213,600 | 3,070 | 3,257 |
| Agnico-Eagle Mines Limited | 141,000 | 9,470 | 7,959 |
| Aimia Inc. | 809,500 | 13,325 | 7,188 |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | 125,600 | 7,725 | 7,647 |
| Altus Group Limited | 264,974 | 4,297 | 8,204 |
| Aritzia Inc., Subordinated Voting | 78,700 | 1,259 | 1,377 |
| Bank of Nova Scotia (The) | 123,900 | 7,749 | 9,263 |
| Boyd Group Income Fund | 19,300 | 852 | 1,651 |
| Calfrac Well Services Ltd. | 100,000 | 924 | 476 |
| Canaccord Genuity Group Inc. | 1,515,453 | 11,251 | 7,229 |
| Canadian Energy Services & Technology Corp. | 487,600 | 2,560 | 3,735 |
| Canadian National Railway Company | 42,400 | 3,233 | 3,831 |
| Canadian Natural Resources Limited | 302,700 | 10,926 | 12,953 |
| Canadian Pacific Railway Limited | 62,316 | 12,197 | 11,937 |
| Canyon Services Group Inc. | 484,800 | 5,976 | 3,408 |
| CI Financial Corp. | 47,700 | 1,522 | 1,377 |
| Cineplex Inc. | 348,700 | 15,262 | 17,860 |
| Cott Corporation | 177,100 | 3,465 | 2,694 |
| Crescent Point Energy Corp. | 272,300 | 5,309 | 4,969 |
| Detour Gold Corporation | 92,500 | 2,271 | 1,692 |
| DH Corporation | 165,099 | 5,509 | 3,678 |
| Dominion Diamond Corporation | 147,100 | 1,747 | 1,914 |
| Emera Incorporated | 274,426 | 12,543 | 12,456 |
| Empire Company Limited, Non-Voting, Class "A" | 134,400 | 2,768 | 2,113 |
| Enbridge Inc. | 341,800 | 18,399 | 19,312 |
| Enercare Inc. | 349,200 | 3,359 | 6,230 |
| Enerplus Corporation | 761,000 | 6,327 | 9,695 |
| Fortis Inc. | 176,100 | 7,232 | 7,301 |
| Freehold Royalties Ltd. | 13,700 | 195 | 194 |
| Gibson Energy Inc. | 185,300 | 3,114 | 3,517 |
| Gluskin Sheff + Associates Inc. | 347,791 | 8,824 | 6,065 |
| Horizon North Logistics Inc. | 925,900 | 6,268 | 1,815 |
| Hudson's Bay Company | 396,800 | 8,561 | 5,234 |
| Hydro One Limited | 309,400 | 7,242 | 7,296 |
| IBI Group Inc. | 481,711 | 1,985 | 2,823 |
| Intact Financial Corporation | 198,833 | 17,573 | 19,108 |
| Interfor Corporation | 206,500 | 3,324 | 3,104 |
| K-Bro Linen Inc. | 353,100 | 13,839 | 14,883 |
| Knight Therapeutics Inc. | 86,600 | 803 | 930 |
| Loblaw Companies Limited | 98,400 | 6,691 | 6,971 |
| MacDonald, Dettwiler and Associates Ltd. | 14,600 | 1,183 | 977 |
| Manulife Financial Corporation | 447,000 | 9,058 | 10,688 |
| METRO INC., Class "A", Subordinated Voting | 89,700 | 3,621 | 3,602 |
| Morneau Shepell Inc. | 728,605 | 12,310 | 13,982 |
| NuVista Energy Ltd., Subscription Receipts | 434,510 | 3,442 | 3,015 |
| Open Text Corporation | 110,664 | 7,957 | 9,176 |
| Parkland Fuel Corporation | 41,610 | 1,145 | 1,170 |
| Pason Systems Inc. | 298,700 | 6,410 | 5,866 |
| Pembina Pipeline Corporation | 92,435 | 3,421 | 3,879 |
| Perpetual Energy Inc. | 196,165 | 5,218 | 461 |
| Precision Drilling Corporation | 893,114 | 7,067 | 6,538 |
| Rogers Communications Inc., Class "B" | 227,300 | 10,627 | 11,772 |
| Royal Bank of Canada | 111,400 | 8,075 | 10,123 |
| Secure Energy Services Inc. | 265,700 | 3,655 | 3,111 |
| SEMAFO Inc. | 316,400 | 1,217 | 1,398 |
| Shaw Communications Inc., Class "B" | 236,400 | 6,272 | 6,369 |
| ShawCor Ltd. | 35,300 | 1,101 | 1,265 |
| Silver Wheaton Corp. | 112,200 | 2,749 | 2,910 |
| Stantec Inc. | 146,791 | 4,437 | 4,979 |
| Suncor Energy Inc. | 55,983 | 2,121 | 2,458 |
| Tahoe Resources Inc. | 157,700 | 2,255 | 1,995 |
| TORC Oil & Gas Ltd. | 189,900 | 1,858 | 1,570 |
| Toronto-Dominion Bank (The) | 173,200 | 8,919 | 11,469 |
| TransCanada Corporation | 242,670 | 11,515 | 14,691 |
| Trican Well Service Ltd. | 212,500 | 1,121 | 978 |
| Trinidad Drilling Ltd. | 1,729,900 | 14,617 | 5,778 |
| Uni-Sélect Inc. | 299,300 | 9,089 | 8,826 |
| Valeant Pharmaceuticals International, Inc. | 17,400 | 2,883 | 339 |
| Veresen Inc. | 553,300 | 6,218 | 7,254 |
| Waste Connections, Inc. | 63,252 | 5,226 | 6,663 |
| Western Energy Services Corp. | 634,800 | 4,581 | 1,968 |
| Whitecap Resources Inc. | 112,400 | 1,213 | 1,367 |
| | | **430,855** | **421,476** |
| **United States (4.7%)** | | | |
| Advance Auto Parts, Inc. | 10,500 | 1,652 | 2,385 |
| Aetna Inc. | 15,100 | 2,247 | 2,515 |
| Anthem, Inc. | 18,900 | 3,634 | 3,649 |
| CVS Health Corporation | 18,300 | 2,347 | 1,940 |
| Dollar General Corporation | 24,300 | 2,295 | 2,417 |
| Dollar Tree, Inc. | 25,900 | 2,399 | 2,684 |
| Kroger Co. (The) | 48,800 | 2,020 | 2,262 |
| Mattel, Inc. | 51,900 | 2,159 | 1,920 |
| Mednax, Inc. | 23,000 | 2,172 | 2,060 |
| | | **20,925** | **21,832** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.6%)** | | **451,780** | **443,308** |
| **TRANSACTION COSTS (0.0%)** | | **(374)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.6%)** | | **451,406** | **443,308** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(87)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.7%)** | | | |
| Canadian | | 11,281 | 11,281 |
| Foreign | | 1,268 | 1,268 |
| | | **12,549** | **12,549** |
| **OTHER NET ASSETS (LIABILITIES) (1.7%)** | | | **8,050** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **463,820** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Bank of Montreal | A-1 | 19-Jan-17 | USD 2,000 | (CAD) (2,677) | 1.338 | 1.342 | 8 |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | USD 400 | (CAD) (535) | 1.338 | 1.342 | 1 |
| | | | | | | | **9** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Advantage Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 121 | (USD) (89) | 0.739 | 0.745 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 29 | (CAD) (39) | 1.340 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 26 | (CAD) (34) | 1.332 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 51 | (CAD) (67) | 1.315 | 1.342 | 1 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 34 | (CAD) (45) | 1.312 | 1.342 | 1 |
| | | | | | | | **3** |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **12** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 10,147 | (USD) (7,600) | 0.749 | 0.745 | (54) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 1,204 | (USD) (900) | 0.748 | 0.745 | (4) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 7,218 | (USD) (5,400) | 0.748 | 0.745 | (28) |
| Bank of Montreal | A-1 | 24-Feb-17 | USD 500 | (CAD) (672) | 1.344 | 1.342 | (1) |
| | | | | | | | **(87)** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[1]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 39 | (USD) (29) | 0.747 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 2,403 | (CAD) (3,236) | 1.347 | 1.342 | (10) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 36 | (CAD) (48) | 1.344 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 27 | (CAD) (36) | 1.347 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 208 | (CAD) (280) | 1.351 | 1.342 | (2) |
| | | | | | | | **(12)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(99)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Dividend Advantage Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide income and long-term capital appreciation by investing primarily in equity securities that pay a dividend or distribution.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | – |
| 1-3 years | – | – |
| 3-5 years | – | – |
| 5-10 years | – | 699 |
| > 10 years | – | – |
| | **–** | **699** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by nil or approximately nil% (June 30, 2016 – $12,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 28,268 | (14,754) | 13,514 | 2.9 |
| | **28,268** | **(14,754)** | **13,514** | **2.9** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 3,668 | (3,618) | 50 | 0.0 |
| | **3,668** | **(3,618)** | **50** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 44,791 | (23,018) | 21,773 | 4.8 |
| Hong Kong Dollar | 412 | – | 412 | 0.1 |
| | **45,203** | **(23,018)** | **22,185** | **4.9** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 2,942 | (2,929) | 13 | 0.0 |
| | **2,942** | **(2,929)** | **13** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,356,000 or approximately 0.3% (June 30, 2016 – $2,220,000 or approximately 0.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 95.6% (June 30, 2016 – 93.8%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $44,331,000 (June 30, 2016 – $42,695,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

# Dynamic Dividend Advantage Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| BB | – | – | 87.2 | 1.0 |
| Unrated | – | – | 12.8 | 0.2 |
| | **0.0** | **0.0** | **100.0** | **1.2** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **–** | **0.2** |
| **Canadian Bonds and Debentures** | | |
| Corporate | – | 0.2 |
| **EQUITIES** | **95.6** | **93.8** |
| Canadian Preferred Equities | – | 1.0 |
| Canada | 90.9 | 82.0 |
| United States | 4.7 | 10.8 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.7** | **5.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 443,308 | – | – | 443,308 |
| Unrealized gain on currency forward contracts | – | 12 | – | 12 |
| Unrealized gain on currency spot contracts | – | 9 | – | 9 |
| | **443,308** | **21** | **–** | **443,329** |
| Unrealized loss on currency forward contracts | – | (99) | – | (99) |
| | **443,308** | **(78)** | **–** | **443,230** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 426,954 | – | – | 426,954 |
| Bonds and debentures | 699 | – | – | 699 |
| Unrealized gain on currency forward contracts | – | 86 | – | 86 |
| | **427,653** | **86** | **–** | **427,739** |
| Unrealized loss on currency forward contracts | – | (233) | – | (233) |
| | **427,653** | **(147)** | **–** | **427,506** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 12 | (5) | – | 7 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **12** | **(5)** | **–** | **7** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 99 | (5) | – | 94 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **99** | **(5)** | **–** | **94** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 86 | (20) | – | 66 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **86** | **(20)** | **–** | **66** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 233 | (20) | – | 213 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **233** | **(20)** | **–** | **213** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic EAFE Value Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 23,072 | 23,164 |
| Unrealized gain on currency forward contracts | 10 | 49 |
| Cash | 384 | 669 |
| Receivable for securities sold | 175 | 396 |
| Subscriptions receivable | 3 | 2 |
| Accrued investment income and other | 29 | 84 |
| | **23,673** | **24,364** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 24 | 26 |
| Payable for securities purchased | 143 | 150 |
| Redemptions payable | 7 | 57 |
| Accrued expenses | 6 | 4 |
| Distributions payable | 4 | – |
| Unrealized loss on currency forward contracts | 30 | 12 |
| | **214** | **249** |
| **Net assets attributable to holders of redeemable shares** | **23,459** | **24,115** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 10,271 | 11,128 |
| Series F | 4,314 | 4,283 |
| Series I | 390 | 524 |
| Series O | 7,621 | 7,298 |
| Series T | 863 | 882 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 10.56 | 10.25 |
| Series F | 11.75 | 11.33 |
| Series I | 13.46 | 12.89 |
| Series O | 13.44 | 12.87 |
| Series T | 7.37 | 7.48 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 7.86 | 7.88 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 202 | 281 |
| Net realized gain (loss) on non-derivative financial assets | 466 | 717 |
| Net realized gain (loss) on currency forward contracts | 114 | (64) |
| Change in unrealized gain (loss) on non-derivative financial assets | 406 | (625) |
| Change in unrealized gain (loss) on currency forward contracts | (57) | 32 |
| Net gain (loss) on investments | **1,131** | **341** |
| Net realized and unrealized foreign currency translation gain (loss) | 33 | 9 |
| Total income (loss), net | **1,164** | **350** |
| **EXPENSES** | | |
| Management fees (note 5) | 144 | 167 |
| Fixed administration fees (note 6) | 28 | 33 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 16 | 26 |
| Harmonized Sales Tax/Goods and Services Tax | 19 | 21 |
| Transaction costs | 42 | 60 |
| Total expenses | **250** | **308** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **250** | **307** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **914** | **43** |
| Income tax recovery (expense) | 3 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **917** | **43** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 371 | (102) |
| Series F | 164 | 52 |
| Series I | 31 | 9 |
| Series O | 323 | 81 |
| Series T | 28 | 3 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.35 | (0.08) |
| Series F | 0.44 | 0.20 |
| Series I | 0.91 | 0.15 |
| Series O | 0.57 | 0.15 |
| Series T | 0.23 | 0.03 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 1,040,254 | 1,278,934 |
| Series F | 371,160 | 257,560 |
| Series I | 34,455 | 63,158 |
| Series O | 566,928 | 543,998 |
| Series T | 116,855 | 105,709 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic EAFE Value Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 11,128 | 15,524 |
| Series F | 4,283 | 2,670 |
| Series I | 524 | 1,032 |
| Series O | 7,298 | 7,654 |
| Series T | 882 | 1,050 |
| | **24,115** | **27,930** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 371 | (102) |
| Series F | 164 | 52 |
| Series I | 31 | 9 |
| Series O | 323 | 81 |
| Series T | 28 | 3 |
| | **917** | **43** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series T | (15) | (16) |
| From return of capital | | |
| Series T | (26) | (23) |
| | **(41)** | **(39)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 538 | 937 |
| Series F | 399 | 1,397 |
| Series T | 26 | 275 |
| Reinvested distributions | | |
| Series T | 16 | 19 |
| Payments on redemption | | |
| Series A | (1,766) | (2,565) |
| Series F | (532) | (397) |
| Series I | (165) | (372) |
| Series T | (48) | (187) |
| | **(1,532)** | **(893)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (857) | (1,730) |
| Series F | 31 | 1,052 |
| Series I | (134) | (363) |
| Series O | 323 | 81 |
| Series T | (19) | 71 |
| | **(656)** | **(889)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 10,271 | 13,794 |
| Series F | 4,314 | 3,722 |
| Series I | 390 | 669 |
| Series O | 7,621 | 7,735 |
| Series T | 863 | 1,121 |
| | **23,459** | **27,041** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 917 | 43 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (466) | (717) |
| Unrealized foreign currency translation (gain) loss | (18) | (2) |
| Change in unrealized (gain) loss on non-derivative financial assets | (406) | 625 |
| Change in unrealized (gain) loss on currency forward contracts | 57 | (32) |
| Purchases of portfolio investments | (6,319) | (9,870) |
| Proceeds from sale of portfolio investments | 7,497 | 10,626 |
| Accrued investment income and other | 55 | 15 |
| Accrued expenses and other payables | – | (4) |
| **Net cash provided by (used in) operating activities** | **1,317** | **684** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 863 | 2,538 |
| Amounts paid on redemption of redeemable shares | (2,462) | (3,432) |
| Distributions to shareholders of redeemable shares | (21) | (15) |
| **Net cash provided by (used in) financing activities** | **(1,620)** | **(909)** |
| Unrealized foreign currency translation gain (loss) | 18 | 2 |
| Net increase (decrease) in cash | (285) | (223) |
| Cash (bank overdraft), beginning of period | 669 | 97 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **384** | **(126)** |
| Dividends received, net of withholding taxes[1] | 252 | 270 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic EAFE Value Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (98.2%)** | | | |
| **Australia (1.7%)** | | | |
| IPH Limited | 81,750 | **431** | **406** |
| **Brazil (2.4%)** | | | |
| Cielo SA | 16,300 | 198 | 187 |
| Smiles SA | 20,450 | 309 | 375 |
| | | **507** | **562** |
| **China (11.0%)** | | | |
| AAC Technologies Holdings Inc. | 39,800 | 229 | 481 |
| Kweichow Moutai Co., Ltd., Class "A" | 11,080 | 347 | 715 |
| Li Ning Company Limited | 784,000 | 526 | 659 |
| Shanghai International Airport Co., Ltd., Class "A" | 33,199 | 197 | 170 |
| Zhengzhou Yutong Bus Co., Ltd., Series "A" | 147,820 | 611 | 559 |
| | | **1,910** | **2,584** |
| **Egypt (1.6%)** | | | |
| Commercial International Bank | 70,818 | **191** | **383** |
| **France (5.7%)** | | | |
| LVMH Moët Hennessy Louis Vuitton SA | 1,860 | 428 | 477 |
| Orpea SA | 7,915 | 331 | 860 |
| | | **759** | **1,337** |
| **Germany (10.1%)** | | | |
| Gerresheimer AG | 4,190 | 416 | 419 |
| Hugo Boss AG | 2,900 | 245 | 241 |
| Kion Group AG | 7,030 | 341 | 526 |
| NORMA Group AG | 6,970 | 176 | 400 |
| Stabilus SA | 10,950 | 381 | 791 |
| | | **1,559** | **2,377** |
| **Greece (2.4%)** | | | |
| Jumbo SA | 26,433 | **222** | **563** |
| **Hong Kong (4.1%)** | | | |
| AIA Group Limited | 37,800 | 282 | 284 |
| Hengan International Group Company Limited | 21,500 | 211 | 212 |
| Real Gold Mining Limited* | 436,000 | 577 | – |
| Value Partners Group Limited | 429,000 | 529 | 458 |
| | | **1,599** | **954** |
| **India (8.8%)** | | | |
| Axis Bank Limited | 39,800 | 385 | 353 |
| Indiabulls Housing Finance Limited | 28,360 | 384 | 362 |
| LIC Housing Finance Limited | 54,800 | 129 | 603 |
| Tata Motors Limited | 79,300 | 596 | 736 |
| | | **1,494** | **2,054** |
| **Indonesia (2.0%)** | | | |
| PT Bank Rakyat Indonesia (Persero) Tbk | 410,500 | **481** | **478** |
| **Ireland (6.4%)** | | | |
| DCC PLC | 6,700 | 306 | 668 |
| Governor and Company of the Bank of Ireland (The) | 2,522,469 | 882 | 835 |
| | | **1,188** | **1,503** |
| **Italy (1.6%)** | | | |
| Moncler SPA | 15,900 | **355** | **372** |
| **Japan (13.6%)** | | | |
| Anicom Holdings, Inc. | 17,500 | 522 | 488 |
| KDDI Corporation | 10,000 | 346 | 339 |
| SMC Corporation | 1,500 | 483 | 480 |
| TechnoPro Holdings, Inc. | 11,200 | 435 | 481 |
| Unicharm Corporation | 14,700 | 393 | 431 |
| Zenkoku Hosho Co., Ltd. | 10,900 | 477 | 470 |
| Zojirushi Corporation | 28,100 | 561 | 507 |
| | | **3,217** | **3,196** |
| **Portugal (0.0%)** | | | |
| Banco Espirito Santo, SA | 416,300 | **718** | **2** |
| **EQUITIES (98.2%) (cont'd)** | | | |
| **South Korea (3.3%)** | | | |
| LIG Nex1 Co., Ltd. | 6,010 | 680 | 537 |
| Medytox Inc. | 586 | 95 | 232 |
| | | **775** | **769** |
| **Sri Lanka (1.1%)** | | | |
| Hatton National Bank PLC | 131,775 | **176** | **266** |
| **Switzerland (3.1%)** | | | |
| Komax Holding AG | 2,220 | **383** | **738** |
| **Taiwan (4.4%)** | | | |
| Egis Technology Inc. | 45,000 | 303 | 495 |
| Taiwan Semiconductor Manufacturing Company Limited | 70,000 | 381 | 526 |
| | | **684** | **1,021** |
| **Thailand (2.0%)** | | | |
| Pruksa Holding Public Company Limited | 565,900 | **508** | **477** |
| **United Arab Emirates (4.1%)** | | | |
| Aramex PJSC | 553,400 | 650 | 822 |
| Emaar Properties PJSC | 50,604 | 100 | 132 |
| | | **750** | **954** |
| **United Kingdom (8.8%)** | | | |
| Berkeley Group Holdings PLC (The) | 6,411 | 293 | 298 |
| Pets At Home Group PLC | 112,709 | 599 | 446 |
| Prudential PLC | 24,350 | 630 | 653 |
| Rolls-Royce Holdings PLC | 1,031,100 | 298 | 264 |
| Travis Perkins PLC | 7,200 | 276 | 173 |
| Whitbread PLC | 3,880 | 212 | 242 |
| | | **2,308** | **2,076** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.2%)** | | **20,215** | **23,072** |
| **TRANSACTION COSTS (0.0%)** | | **(58)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.2%)** | | **20,157** | **23,072** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | **–** | **(20)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.6%)** | | | |
| Canadian | | 54 | 54 |
| Foreign | | 332 | 330 |
| | | **386** | **384** |
| **OTHER NET ASSETS (LIABILITIES) (0.3%)** | | | **23** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **23,459** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 1,418 | (GBP) (850) | 0.600 | 0.603 | 9 |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 83 | (GBP) (50) | 0.599 | 0.603 | 1 |
| | | | | | | | **10** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic EAFE Value Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | | Par Value of Currency Sold ($000s) | | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD | 1,677 | (EUR) | (1,200) | 0.715 | 0.705 | (26) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD | 467 | (USD) | (350) | 0.749 | 0.745 | (3) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD | 141 | (EUR) | (100) | 0.707 | 0.705 | (1) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | GBP | 50 | (CAD) | (83) | 1.660 | 1.658 | – |
| | | | | | | | | | **(30)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic EAFE Value Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses based outside of Canada and the United States.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Euro | 5,490 | (1,845) | 3,645 | 15.5 |
| Japanese Yen | 3,206 | – | 3,206 | 13.7 |
| Pound Sterling | 2,745 | (1,408) | 1,337 | 5.7 |
| Indian Rupee | 2,078 | – | 2,078 | 8.9 |
| Hong Kong Dollar | 2,074 | – | 2,074 | 8.8 |
| Chinese Yuan | 1,645 | – | 1,645 | 7.0 |
| New Taiwan Dollar | 1,108 | – | 1,108 | 4.7 |
| Arab Emirates Dirham | 954 | – | 954 | 4.1 |
| South Korean Won | 770 | – | 770 | 3.3 |
| Swiss Franc | 748 | – | 748 | 3.2 |
| Brazilian Real | 562 | – | 562 | 2.4 |
| Indonesian Rupiah | 478 | – | 478 | 2.0 |
| Thailand Baht | 477 | – | 477 | 2.0 |
| Egyptian Pound | 383 | – | 383 | 1.6 |
| Australian Dollar | 373 | – | 373 | 1.6 |
| Sri Lankan Rupee | 266 | – | 266 | 1.1 |
| US Dollar | 107 | (470) | (363) | (1.5) |
| | **23,464** | **(3,723)** | **19,741** | **84.1** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Euro | 4,823 | (3,451) | 1,372 | 5.7 |
| Pound Sterling | 2,827 | (1,378) | 1,449 | 6.0 |
| Hong Kong Dollar | 2,788 | – | 2,788 | 11.6 |
| New Taiwan Dollar | 2,307 | – | 2,307 | 9.6 |
| Indian Rupee | 2,281 | – | 2,281 | 9.5 |
| Japanese Yen | 2,256 | (0) | 2,256 | 9.4 |
| Chinese Yuan | 1,531 | – | 1,531 | 6.3 |
| Brazilian Real | 1,264 | – | 1,264 | 5.2 |
| South Korean Won | 907 | – | 907 | 3.8 |
| Arab Emirates Dirham | 744 | (0) | 744 | 3.1 |
| Swiss Franc | 734 | – | 734 | 3.0 |
| Indonesian Rupiah | 514 | – | 514 | 2.1 |
| Egyptian Pound | 451 | – | 451 | 1.9 |
| Sri Lankan Rupee | 250 | – | 250 | 1.0 |
| Thailand Baht | 230 | – | 230 | 1.0 |
| Philippine Peso | 203 | – | 203 | 0.8 |
| US Dollar | 174 | 1 | 175 | 0.7 |
| | **24,284** | **(4,828)** | **19,456** | **80.7** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,974,000 or approximately 8.4% (June 30, 2016 – $1,946,000 or approximately 8.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.2% (June 30, 2016 – 95.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $2,307,000 (June 30, 2016 – $2,316,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic EAFE Value Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **98.2** | **95.9** |
| Australia | 1.7 | – |
| Brazil | 2.4 | 5.2 |
| China | 11.0 | 11.3 |
| Egypt | 1.6 | 1.7 |
| Finland | – | 1.3 |
| France | 5.7 | 3.5 |
| Germany | 10.1 | 9.0 |
| Greece | 2.4 | 3.5 |
| Hong Kong | 4.1 | 5.7 |
| India | 8.8 | 9.5 |
| Indonesia | 2.0 | 2.3 |
| Ireland | 6.4 | 5.8 |
| Italy | 1.6 | – |
| Japan | 13.6 | 9.8 |
| Philippines | – | 0.8 |
| Portugal | 0.0 | 0.0 |
| South Korea | 3.3 | 3.8 |
| Sri Lanka | 1.1 | 1.0 |
| Switzerland | 3.1 | 3.0 |
| Taiwan | 4.4 | 6.1 |
| Thailand | 2.0 | 1.0 |
| United Arab Emirates | 4.1 | 3.1 |
| United Kingdom | 8.8 | 8.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.6** | **2.8** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | – | 23,072 | – | 23,072 |
| Unrealized gain on currency forward contracts | – | 10 | – | 10 |
| | **–** | **23,082** | **–** | **23,082** |
| Unrealized loss on currency forward contracts | – | (30) | – | (30) |
| | **–** | **23,052** | **–** | **23,052** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 1,264 | 21,900 | – | 23,164 |
| Unrealized gain on currency forward contracts | – | 49 | – | 49 |
| | **1,264** | **21,949** | **–** | **23,213** |
| Unrealized loss on currency forward contracts | – | (12) | – | (12) |
| | **1,264** | **21,937** | **–** | **23,201** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 10 | (4) | – | 6 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **10** | **(4)** | **–** | **6** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 30 | (4) | – | 26 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **30** | **(4)** | **–** | **26** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 49 | (11) | – | 38 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **49** | **(11)** | **–** | **38** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 12 | (11) | – | 1 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **12** | **(11)** | **–** | **1** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 14,180 | 14,248 |
| Unrealized gain on currency forward contracts | 1 | 10 |
| Cash | 157 | 877 |
| Receivable for securities sold | 184 | – |
| Subscriptions receivable | 1 | 3 |
| Accrued investment income and other | 15 | 43 |
| | **14,538** | **15,181** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 16 | 18 |
| Payable for securities purchased | 69 | – |
| Redemptions payable | 11 | 9 |
| Accrued expenses | 4 | 4 |
| Unrealized loss on currency forward contracts | 5 | 16 |
| | **105** | **47** |
| **Net assets attributable to holders of redeemable shares** | **14,433** | **15,134** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 7,784 | 8,438 |
| Series F | 660 | 876 |
| Series I | 35 | 61 |
| Series IP | 166 | 213 |
| Series OP | 5,788 | 5,546 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 9.31 | 9.05 |
| Series F | 10.11 | 9.74 |
| Series I | 12.12 | 11.62 |
| Series IP | 11.09 | 10.63 |
| Series OP | 11.12 | 10.66 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 6.93 | 6.96 |
| Series F | 7.53 | 7.49 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 146 | 277 |
| Net realized gain (loss) on non-derivative financial assets | 538 | (651) |
| Net realized gain (loss) on currency forward contracts | (9) | – |
| Change in unrealized gain (loss) on non-derivative financial assets | 117 | (1,314) |
| Change in unrealized gain (loss) on currency forward contracts | 2 | – |
| Net gain (loss) on investments | **794** | **(1,688)** |
| Net realized and unrealized foreign currency translation gain (loss) | (76) | 23 |
| Total income (loss), net | **718** | **(1,665)** |
| **EXPENSES** | | |
| Management fees (note 5) | 99 | 148 |
| Fixed administration fees (note 6) | 14 | 25 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 16 | 34 |
| Harmonized Sales Tax/Goods and Services Tax | 11 | 18 |
| Transaction costs | 28 | 47 |
| Total expenses | **170** | **274** |
| Expenses absorbed by the Manager | (1) | – |
| Net expenses | **169** | **274** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **549** | **(1,939)** |
| Income tax recovery (expense) | 5 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **554** | **(1,939)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 274 | (923) |
| Series F | 29 | (574) |
| Series I | –** | (14) |
| Series IP | 9 | (16) |
| Series OP | 242 | (412) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE† | | |
| Series A | 0.31 | (0.85) |
| Series F | 0.37 | (0.85) |
| Series I | 0.11 | (1.29) |
| Series IP | 0.46 | (0.80) |
| Series OP | 0.46 | (0.79) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 882,194 | 1,095,146 |
| Series F | 79,212 | 677,919 |
| Series I | 5,286 | 10,849 |
| Series IP | 19,337 | 20,233 |
| Series OP | 520,389 | 520,389 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 8,438 | 11,660 |
| Series F | 876 | 7,461 |
| Series I | 61 | 174 |
| Series IP | 213 | 237 |
| Series OP | 5,546 | 6,096 |
| | **15,134** | **25,628** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 274 | (924) |
| Series F | 29 | (574) |
| Series I | – | (14) |
| Series IP | 9 | (16) |
| Series OP | 242 | (411) |
| | **554** | **(1,939)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 364 | 570 |
| Series F | 155 | 548 |
| Series I | 31 | – |
| Series OP | – | (1) |
| Payments on redemption | | |
| Series A | (1,292) | (1,471) |
| Series F | (400) | (713) |
| Series I | (57) | (97) |
| Series IP | (56) | (1) |
| | **(1,255)** | **(1,165)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (654) | (1,825) |
| Series F | (216) | (739) |
| Series I | (26) | (111) |
| Series IP | (47) | (17) |
| Series OP | 242 | (412) |
| | **(701)** | **(3,104)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 7,784 | 9,835 |
| Series F | 660 | 6,722 |
| Series I | 35 | 63 |
| Series IP | 166 | 220 |
| Series OP | 5,788 | 5,684 |
| | **14,433** | **22,524** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 554 | (1,939) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (538) | 651 |
| Unrealized foreign currency translation (gain) loss | (40) | 21 |
| Change in unrealized (gain) loss on non-derivative financial assets | (117) | 1,314 |
| Change in unrealized (gain) loss on currency forward contracts | (2) | – |
| Purchases of portfolio investments | (3,705) | (6,239) |
| Proceeds from sale of portfolio investments | 4,313 | 6,940 |
| Accrued investment income and other | 28 | 30 |
| Accrued expenses and other payables | (2) | (7) |
| **Net cash provided by (used in) operating activities** | **491** | **771** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 474 | 1,061 |
| Amounts paid on redemption of redeemable shares | (1,725) | (2,225) |
| **Net cash provided by (used in) financing activities** | **(1,251)** | **(1,164)** |
| Unrealized foreign currency translation gain (loss) | 40 | (21) |
| Net increase (decrease) in cash | (720) | (414) |
| Cash (bank overdraft), beginning of period | 877 | 630 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **157** | **216** |
| Interest paid[1] | 1 | 1 |
| Interest received[1] | 1 | – |
| Dividends received, net of withholding taxes[1] | 165 | 270 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (0.1%)** | | | | |
| **Foreign Bonds and Debentures (0.1%)** | | | | |
| **Oman (0.1%)** | | | | |
| Bank Muscat (SAOG), 3.50% Mar. 19 18, installment receipts | OMR | 23 | **8** | **8** |
| **EQUITIES (98.2%)** | | | | |
| **Brazil (7.7%)** | | | | |
| Cielo SA | | 22,083 | 231 | 253 |
| M. Dias Branco SA Indústria e Comércio de Alimentos | | 10,500 | 290 | 498 |
| Smiles SA | | 19,663 | 244 | 361 |
| | | | **765** | **1,112** |
| **China (16.5%)** | | | | |
| AAC Technologies Holdings Inc. | | 35,500 | 250 | 429 |
| China Railway Signal & Communication Corporation Limited, Series "H" | | 395,000 | 402 | 380 |
| Kweichow Moutai Co., Ltd., Class "A" | | 6,810 | 213 | 439 |
| Li Ning Company Limited | | 466,000 | 297 | 392 |
| Shanghai International Airport Co., Ltd., Class "A" | | 60,757 | 353 | 311 |
| Zhengzhou Yutong Bus Co., Ltd., Series "A" | | 113,400 | 487 | 429 |
| | | | **2,002** | **2,380** |
| **Egypt (3.8%)** | | | | |
| Commercial International Bank | | 44,225 | 129 | 239 |
| Oriental Weavers Company for Carpets | | 279,000 | 286 | 316 |
| | | | **415** | **555** |
| **Greece (2.6%)** | | | | |
| Jumbo SA | | 17,602 | **213** | **375** |
| **Hong Kong (10.5%)** | | | | |
| AIA Group Limited | | 38,400 | 280 | 289 |
| China High Precision Automation Group Limited* | | 787,000 | 506 | 5 |
| Hengan International Group Company Limited | | 14,000 | 137 | 138 |
| MGM China Holdings Limited | | 170,000 | 341 | 471 |
| Tongda Group Holdings Limited | | 770,000 | 274 | 266 |
| Value Partners Group Limited | | 265,000 | 332 | 283 |
| Xinyi Solar Holdings Limited | | 160,000 | 60 | 69 |
| | | | **1,930** | **1,521** |
| **India (13.5%)** | | | | |
| Axis Bank Limited | | 28,300 | 127 | 251 |
| Equitas Holdings Limited | | 23,700 | 73 | 68 |
| Indiabulls Housing Finance Limited | | 17,750 | 240 | 226 |
| LIC Housing Finance Limited | | 30,000 | 281 | 330 |
| Mahindra & Mahindra Limited | | 22,800 | 394 | 530 |
| Tata Motors Limited | | 49,300 | 378 | 458 |
| Welspun India Limited | | 60,624 | 127 | 80 |
| | | | **1,620** | **1,943** |
| **Indonesia (4.9%)** | | | | |
| PT Bank Rakyat Indonesia (Persero) Tbk | | 364,500 | 258 | 424 |
| PT Matahari Putra Prima Tbk | | 926,500 | 175 | 136 |
| PT Selamat Sempurna Tbk | | 1,446,800 | 108 | 141 |
| | | | **541** | **701** |
| **Nigeria (2.3%)** | | | | |
| Guaranty Trust Bank PLC | | 3,222,000 | **505** | **338** |
| **Oman (0.8%)** | | | | |
| Bank Muscat (SAOG) | | 72,938 | **121** | **120** |
| **Pakistan (5.2%)** | | | | |
| Engro Fertilizers Limited | | 343,400 | 234 | 300 |
| United Bank Limited | | 146,900 | 281 | 451 |
| | | | **515** | **751** |
| **EQUITIES (98.2%) (cont'd)** | | | | |
| **Philippines (3.0%)** | | | | |
| BDO Unibank, Inc. | | 24,550 | 74 | 74 |
| Jollibee Foods Corporation | | 54,570 | 311 | 285 |
| PLDT Inc. | | 2,050 | 100 | 76 |
| | | | **485** | **435** |
| **Qatar (0.6%)** | | | | |
| Doha Bank Q.S.C. | | 7,200 | **114** | **93** |
| **Russia (1.5%)** | | | | |
| Sberbank of Russia, Sponsored ADR | | 5,000 | 62 | 78 |
| X5 Retail Group NV, GDR | | 3,200 | 101 | 139 |
| | | | **163** | **217** |
| **South Korea (3.8%)** | | | | |
| LIG Nex1 Co., Ltd. | | 3,980 | 475 | 356 |
| Medytox Inc. | | 370 | 58 | 146 |
| Value Added Technology Co., Ltd. | | 1,050 | 50 | 42 |
| | | | **583** | **544** |
| **Taiwan (7.5%)** | | | | |
| Airtac International Group | | 20,000 | 214 | 213 |
| Egis Technology Inc. | | 27,100 | 181 | 298 |
| MediaTek Inc. | | 31,670 | 318 | 284 |
| Taiwan Semiconductor Manufacturing Company Limited | | 38,000 | 207 | 286 |
| | | | **920** | **1,081** |
| **Thailand (5.7%)** | | | | |
| Ananda Development Public Company Limited | | 2,845,500 | 209 | 525 |
| Pruksa Holding Public Company Limited | | 358,200 | 335 | 302 |
| | | | **544** | **827** |
| **Turkey (1.1%)** | | | | |
| Türkiye Sinai Kalkinma Bankasi AS | | 283,600 | **169** | **153** |
| **United Arab Emirates (4.6%)** | | | | |
| Aramex PJSC | | 331,000 | 177 | 491 |
| Emaar Properties PJSC | | 64,024 | 147 | 166 |
| | | | **324** | **657** |
| **United States (2.6%)** | | | | |
| VinaCapital Vietnam Opportunity Fund Limited | | 81,370 | **204** | **369** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.3%)** | | | **12,141** | **14,180** |
| **TRANSACTION COSTS (0.0%)** | | | **(35)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.3%)** | | | **12,106** | **14,180** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | | **–** | **(4)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.1%)** | | | | |
| Canadian | | | (335) | (335) |
| Foreign | | | 514 | 492 |
| | | | **179** | **157** |
| **OTHER NET ASSETS (LIABILITIES) (0.6%)** | | | | **100** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | | **14,433** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 167 | (GBP) (100) | 0.600 | 0.603 | 1 |
| | | | | | | | **1** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 112 | (EUR) (80) | 0.715 | 0.705 | (2) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 667 | (USD) (500) | 0.749 | 0.745 | (3) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 7 | (EUR) (5) | 0.707 | 0.705 | – |
| | | | | | | | **(5)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Emerging Markets Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital appreciation by investing primarily in equity securities of companies that are located or doing business primarily in emerging markets.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | – |
| 1-3 years | 8 | 8 |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **8** | **8** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $0 or approximately 0.0% (June 30, 2016 – $0 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Hong Kong Dollar | 2,702 | – | 2,702 | 18.7 |
| Indian Rupee | 1,993 | – | 1,993 | 13.8 |
| Chinese Yuan | 1,410 | – | 1,410 | 9.8 |
| New Taiwan Dollar | 1,184 | – | 1,184 | 8.2 |
| Brazilian Real | 1,152 | – | 1,152 | 8.0 |
| Thailand Baht | 827 | – | 827 | 5.7 |
| US Dollar | 779 | (670) | 109 | 0.8 |
| Pakistani Rupee | 761 | – | 761 | 5.3 |
| Indonesian Rupiah | 701 | – | 701 | 4.9 |
| Arab Emirates Dirham | 657 | – | 657 | 4.6 |
| Egyptian Pound | 555 | – | 555 | 3.8 |
| South Korean Won | 544 | – | 544 | 3.8 |
| Philippine Peso | 405 | – | 405 | 2.8 |
| Nigerian Naira | 381 | – | 381 | 2.6 |
| Euro | 375 | (121) | 254 | 1.8 |
| New Turkish Lira | 153 | – | 153 | 1.1 |
| Omani Riyal | 128 | – | 128 | 0.9 |
| Quatari Riyal | 93 | – | 93 | 0.6 |
| Pound Sterling | 0 | (166) | (166) | (1.2) |
| | **14,800** | **(957)** | **13,843** | **96.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Hong Kong Dollar | 2,625 | – | 2,625 | 17.3 |
| Indian Rupee | 2,073 | – | 2,073 | 13.7 |
| Brazilian Real | 1,737 | – | 1,737 | 11.5 |
| Chinese Yuan | 1,396 | – | 1,396 | 9.2 |
| New Taiwan Dollar | 1,174 | – | 1,174 | 7.8 |
| Indonesian Rupiah | 771 | – | 771 | 5.1 |
| Egyptian Pound | 756 | – | 756 | 5.0 |
| South Korean Won | 717 | – | 717 | 4.7 |
| Thailand Baht | 694 | – | 694 | 4.6 |
| Pakistani Rupee | 605 | – | 605 | 4.0 |
| Arab Emirates Dirham | 534 | – | 534 | 3.5 |
| US Dollar | 506 | – | 506 | 3.3 |
| Philippine Peso | 417 | – | 417 | 2.8 |
| Nigerian Naira | 413 | – | 413 | 2.7 |
| Euro | 403 | (259) | 144 | 1.0 |
| Moroccan Dirham | 106 | – | 106 | 0.7 |
| Omani Riyal | 102 | – | 102 | 0.7 |
| Quatari Riyal | 91 | – | 91 | 0.6 |
| Pound Sterling | – | (138) | (138) | (0.9) |
| | **15,120** | **(397)** | **14,723** | **97.3** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,384,000 or approximately 9.6% (June 30, 2016 – $1,472,000 or approximately 9.7%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.2% (June 30, 2016 – 94.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $1,417,000 (June 30, 2016 – $1,424,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| Unrated | 100.0 | 0.1 | 100.0 | 0.1 |
| | **100.0** | **0.1** | **100.0** | **0.1** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **0.1** | **0.1** |
| **Foreign Bonds and Debentures** | | |
| Oman | 0.1 | 0.1 |
| **EQUITIES** | **98.2** | **94.3** |
| Brazil | 7.7 | 11.5 |
| China | 16.5 | 17.9 |
| Egypt | 3.8 | 2.7 |
| Greece | 2.6 | 2.7 |
| Hong Kong | 10.5 | 8.4 |
| India | 13.5 | 13.7 |
| Indonesia | 4.9 | 5.1 |
| Morocco | – | 0.7 |
| Nigeria | 2.3 | 2.3 |
| Oman | 0.8 | 0.6 |
| Pakistan | 5.2 | 4.0 |
| Philippines | 3.0 | 2.8 |
| Qatar | 0.6 | 0.6 |
| Russia | 1.5 | 0.9 |
| South Korea | 3.8 | 4.7 |
| Taiwan | 7.5 | 5.6 |
| Thailand | 5.7 | 4.6 |
| Turkey | 1.1 | – |
| United Arab Emirates | 4.6 | 3.5 |
| United States | 2.6 | 2.0 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.1** | **5.8** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 139 | 14,028 | 5 | 14,172 |
| Bonds and debentures | – | 8 | – | 8 |
| Unrealized gain on currency forward contracts | – | 1 | – | 1 |
| | **139** | **14,037** | **5** | **14,181** |
| Unrealized loss on currency forward contracts | – | (5) | – | (5) |
| | **139** | **14,032** | **5** | **14,176** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 1,737 | 12,498 | 5 | 14,240 |
| Bonds and debentures | – | 8 | – | 8 |
| Unrealized gain on currency forward contracts | – | 10 | – | 10 |
| | **1,737** | **12,516** | **5** | **14,258** |
| Unrealized loss on currency forward contracts | – | (16) | – | (16) |
| | **1,737** | **12,500** | **5** | **14,242** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 5 | 9 |
| Purchases | – | – |
| Sales | – | – |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | – |
| Net changes in unrealized gain (loss)* | – | (4) |
| **End of period** | **5** | **5** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was nil and $(4,000), respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

# Dynamic Emerging Markets Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Discount to company NAV | 5 | – |
| | | | **5** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | Company NAV | 5 | n/a |
| | | | **5** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1 | (1) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1** | **(1)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 5 | (1) | – | 4 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **5** | **(1)** | **–** | **4** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 10 | (10) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **10** | **(10)** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 16 | (10) | – | 6 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **16** | **(10)** | **–** | **6** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| VinaCapital Vietnam Opportunity Fund Limited | 369 | 0.0 |
| | **369** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| VinaCapital Vietnam Opportunity Fund Limited | 298 | 0.0 |
| | **298** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Asset Allocation Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 129,078 | 130,991 |
| Cash | 324 | – |
| Receivable for securities sold | 193 | 629 |
| Subscriptions receivable | 383 | 252 |
| Accrued investment income and other | 1 | 111 |
| | **129,979** | **131,983** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | – | 154 |
| Management fee payable | 199 | 197 |
| Payable for securities purchased | 34 | – |
| Redemptions payable | 549 | 667 |
| Accrued expenses | 31 | 31 |
| Distributions payable | 37 | – |
| | **850** | **1,049** |
| **Net assets attributable to holders of redeemable shares** | **129,129** | **130,934** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 69,719 | 66,961 |
| Series E | 11,928 | 12,837 |
| Series F | 31,743 | 28,727 |
| Series I | 4,115 | 8,767 |
| Series T | 11,624 | 13,642 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 14.69 | 14.17 |
| Series E | 13.85 | 13.34 |
| Series F | 15.74 | 15.08 |
| Series I | 16.44 | 15.66 |
| Series T | 11.59 | 11.48 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 10.94 | 10.90 |
| Series F | 11.72 | 11.60 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | – | 7,043 |
| Net realized gain (loss) on non-derivative financial assets | 1,590 | 395 |
| Change in unrealized gain (loss) on non-derivative financial assets | 4,804 | 1,745 |
| Net gain (loss) on investments | **6,394** | **9,183** |
| Net realized and unrealized foreign currency translation gain (loss) | 1 | 7 |
| Total income (loss), net | **6,395** | **9,190** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,041 | 700 |
| Fixed administration fees (note 6) | 167 | 117 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | – |
| Harmonized Sales Tax/Goods and Services Tax | 153 | 102 |
| Total expenses | **1,364** | **920** |
| Expenses absorbed by the Manager | (1) | (61) |
| Net expenses | **1,363** | **859** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **5,032** | **8,331** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,487 | 4,723 |
| Series E | 441 | 626 |
| Series F | 1,199 | 1,268 |
| Series I | 428 | 829 |
| Series T | 477 | 885 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.53 | 1.43 |
| Series E | 0.54 | 1.61 |
| Series F | 0.66 | 1.78 |
| Series I | 0.82 | 1.91 |
| Series T | 0.44 | 1.32 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 4,728,794 | 3,286,833 |
| Series E | 821,908 | 389,360 |
| Series F | 1,804,428 | 713,099 |
| Series I | 519,244 | 433,867 |
| Series T | 1,072,461 | 668,520 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Asset Allocation Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 66,961 | 41,785 |
| Series E | 12,837 | 3,584 |
| Series F | 28,727 | 7,408 |
| Series I | 8,767 | 5,911 |
| Series T | 13,642 | 6,960 |
| | **130,934** | **65,648** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,487 | 4,723 |
| Series E | 441 | 626 |
| Series F | 1,199 | 1,268 |
| Series I | 428 | 829 |
| Series T | 477 | 885 |
| | **5,032** | **8,331** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series T | (161) | (49) |
| From return of capital | | |
| Series T | (176) | (145) |
| | **(337)** | **(194)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 10,325 | 19,893 |
| Series E | 2,362 | 10,749 |
| Series F | 8,898 | 10,518 |
| Series I | 387 | 2,267 |
| Series T | 575 | 7,064 |
| Reinvested distributions | | |
| Series T | 96 | 66 |
| Payments on redemption | | |
| Series A | (10,054) | (5,731) |
| Series E | (3,712) | (1,419) |
| Series F | (7,081) | (753) |
| Series I | (5,467) | (406) |
| Series T | (2,829) | (683) |
| | **(6,500)** | **41,565** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 2,758 | 18,885 |
| Series E | (909) | 9,956 |
| Series F | 3,016 | 11,033 |
| Series I | (4,652) | 2,690 |
| Series T | (2,018) | 7,138 |
| | **(1,805)** | **49,702** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 69,719 | 60,670 |
| Series E | 11,928 | 13,540 |
| Series F | 31,743 | 18,441 |
| Series I | 4,115 | 8,601 |
| Series T | 11,624 | 14,098 |
| | **129,129** | **115,350** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 5,032 | 8,331 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,590) | (395) |
| Change in unrealized (gain) loss on non-derivative financial assets | (4,804) | (1,745) |
| Other non-cash transactions | – | (7,043) |
| Purchases of portfolio investments | (6,137) | (40,486) |
| Proceeds from sale of portfolio investments | 14,914 | 2,182 |
| Accrued investment income and other | 110 | (26) |
| Accrued expenses and other payables | 2 | 89 |
| **Net cash provided by (used in) operating activities** | **7,527** | **(39,093)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 16,555 | 46,801 |
| Amounts paid on redemption of redeemable shares | (23,400) | (5,996) |
| Distributions to shareholders of redeemable shares | (204) | (90) |
| **Net cash provided by (used in) financing activities** | **(7,049)** | **40,715** |
| Net increase (decrease) in cash | 478 | 1,622 |
| Cash (bank overdraft), beginning of period | (154) | 293 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **324** | **1,915** |
| Interest paid[1] | 2 | – |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (100.0%)** | | | |
| Dynamic Global Asset Allocation Fund, Series "O" | 7,957,983 | **113,269** | **129,078** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.0%)** | | **113,269** | **129,078** |
| **TRANSACTION COSTS (0.0%)** | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.0%)** | | **113,269** | **129,078** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.3%)** | | | |
| Canadian | | 324 | 324 |
| Foreign | | – | – |
| | | **324** | **324** |
| **OTHER NET ASSETS (LIABILITIES) (–0.3%)** | | | **(273)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **129,129** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Asset Allocation Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities and debt obligations of businesses based outside of Canada.

The Fund invests in units of Dynamic Global Asset Allocation Fund (the "Underlying Fund"). The significant risk exposures of the Underlying Fund and the Fund's sensitivities to these exposures are indicated below.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Underlying Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 24,886 | 20,309 |
| 1-3 years | – | – |
| 3-5 years | – | – |
| 5-10 years | – | – |
| > 10 years | – | – |
| | **24,886** | **20,309** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $62,000 or approximately 0.0% (June 30, 2016 – $51,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Underlying Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Underlying Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 77,676 | (1) | 77,675 | 60.2 |
| Swiss Franc | 19,982 | – | 19,982 | 15.5 |
| Israeli Shekel | 15,509 | – | 15,509 | 12.0 |
| Japanese Yen | 6,642 | – | 6,642 | 5.1 |
| Euro | 3 | – | 3 | 0.0 |
| | **119,812** | **(1)** | **119,811** | **92.8** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 67,706 | – | 67,706 | 51.7 |
| Swiss Franc | 18,012 | – | 18,012 | 13.7 |
| Israeli Shekel | 11,904 | – | 11,904 | 9.1 |
| Japanese Yen | 11,378 | – | 11,378 | 8.7 |
| Pound Sterling | 2,589 | – | 2,589 | 2.0 |
| Euro | 2,540 | – | 2,540 | 1.9 |
| | **114,129** | **–** | **114,129** | **87.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $11,981,000 or approximately 9.3% (June 30, 2016 – $11,413,000 or approximately 8.7%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, derivatives and commodities, as applicable. As at December 31, 2016, approximately 71.5% (June 30, 2016 – 69.9%) of the Underlying Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $9,245,000 (June 30, 2016 – $9,153,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Underlying Fund, as applicable.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | 100.0 | 19.3 | 100.0 | 15.5 |
| | **100.0** | **19.3** | **100.0** | **15.5** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Asset Allocation Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Underlying Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **71.5** | **69.9** |
| Ireland | – | 1.9 |
| Israel | 12.0 | 9.1 |
| Japan | 5.1 | 8.6 |
| Switzerland | 15.3 | 16.8 |
| United Kingdom | – | 2.0 |
| United States | 39.1 | 31.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **28.6** | **30.2** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 129,078 | – | – | 129,078 |
| | **129,078** | **–** | **–** | **129,078** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 130,991 | – | – | 130,991 |
| | **130,991** | **–** | **–** | **130,991** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Global Asset Allocation Fund, Series "O" | 129,078 | 25.4 |
| | **129,078** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Global Asset Allocation Fund, Series "O" | 130,991 | 26.0 |
| | **130,991** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 54,020 | 49,355 |
| Cash | 3,572 | 1,499 |
| Subscriptions receivable | 218 | 364 |
| Accrued investment income and other | 134 | 176 |
| | **57,944** | **51,394** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 84 | 75 |
| Payable for securities purchased | 55 | – |
| Redemptions payable | 14 | 779 |
| Accrued expenses | 11 | 9 |
| Distributions payable | 10 | – |
| | **174** | **863** |
| **Net assets attributable to holders of redeemable shares** | **57,770** | **50,531** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 30,444 | 28,776 |
| Series E | 4,059 | 3,279 |
| Series F | 18,571 | 14,506 |
| Series I | 2,532 | 2,151 |
| Series O | 10 | 10 |
| Series T | 2,154 | 1,809 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 13.29 | 12.72 |
| Series E | 16.31 | 15.61 |
| Series F | 14.86 | 14.14 |
| Series I | 16.84 | 15.94 |
| Series O | 18.86 | 17.84 |
| Series T | 8.22 | 8.23 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 9.90 | 9.78 |
| Series F | 11.07 | 10.87 |
| Series I | 12.54 | 12.26 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 236 | 149 |
| Interest for distribution purposes | 2 | 4 |
| Net realized gain (loss) on non-derivative financial assets | 745 | 2,462 |
| Change in unrealized gain (loss) on non-derivative financial assets | 2,022 | 2,201 |
| Change in unrealized gain (loss) on currency spot contracts | – | (1) |
| Net gain (loss) on investments | **3,005** | **4,815** |
| Net realized and unrealized foreign currency translation gain (loss) | (51) | – |
| Total income (loss), net | **2,954** | **4,815** |
| **EXPENSES** | | |
| Management fees (note 5) | 431 | 430 |
| Fixed administration fees (note 6) | 57 | 59 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 28 | 19 |
| Harmonized Sales Tax/Goods and Services Tax | 52 | 51 |
| Transaction costs | 53 | 52 |
| Total expenses | **622** | **612** |
| Expenses absorbed by the Manager | (1) | (1) |
| Net expenses | **621** | **611** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **2,333** | **4,204** |
| Income tax recovery (expense) | 1 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **2,334** | **4,204** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 1,249 | 2,717 |
| Series E | 144 | 180 |
| Series F | 733 | 860 |
| Series I | 123 | 193 |
| Series O | 1 | 1 |
| Series T | 84 | 253 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.57 | 1.10 |
| Series E | 0.73 | 1.50 |
| Series F | 0.64 | 1.48 |
| Series I | 0.93 | 1.55 |
| Series O | 1.85 | 1.68 |
| Series T | 0.36 | 0.85 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 2,181,070 | 2,467,562 |
| Series E | 196,196 | 120,368 |
| Series F | 1,143,276 | 579,979 |
| Series I | 132,851 | 124,421 |
| Series O | 542 | 526 |
| Series T | 233,313 | 298,457 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 28,776 | 32,048 |
| Series E | 3,279 | 949 |
| Series F | 14,506 | 6,528 |
| Series I | 2,151 | 2,012 |
| Series O | 10 | 9 |
| Series T | 1,809 | 1,398 |
| | **50,531** | **42,944** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 1,249 | 2,717 |
| Series E | 144 | 180 |
| Series F | 733 | 860 |
| Series I | 123 | 193 |
| Series O | 1 | 1 |
| Series T | 84 | 253 |
| | **2,334** | **4,204** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series T | (47) | (27) |
| From return of capital | | |
| Series T | (43) | (78) |
| | **(90)** | **(105)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 5,038 | 5,924 |
| Series E | 2,015 | 2,319 |
| Series F | 5,485 | 4,536 |
| Series I | 398 | 14 |
| Series T | 578 | 2,553 |
| Reinvested distributions | | |
| Series T | 30 | 21 |
| Payments on redemption | | |
| Series A | (4,620) | (4,028) |
| Series E | (1,379) | (311) |
| Series F | (2,153) | (572) |
| Series I | (140) | (16) |
| Series T | (257) | (245) |
| | **4,995** | **10,195** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 1,668 | 4,613 |
| Series E | 780 | 2,188 |
| Series F | 4,065 | 4,824 |
| Series I | 381 | 191 |
| Series O | – | 1 |
| Series T | 345 | 2,477 |
| | **7,239** | **14,294** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 30,444 | 36,661 |
| Series E | 4,059 | 3,137 |
| Series F | 18,571 | 11,352 |
| Series I | 2,532 | 2,203 |
| Series O | 10 | 10 |
| Series T | 2,154 | 3,875 |
| | **57,770** | **57,238** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 2,334 | 4,204 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (745) | (2,462) |
| Unrealized foreign currency translation (gain) loss | – | (28) |
| Change in unrealized (gain) loss on non-derivative financial assets | (2,022) | (2,201) |
| Change in unrealized (gain) loss on currency spot contracts | – | 1 |
| Purchases of portfolio investments | (40,990) | (40,319) |
| Proceeds from sale of portfolio investments | 39,147 | 32,347 |
| Accrued investment income and other | 42 | 12 |
| Accrued expenses and other payables | 11 | 20 |
| **Net cash provided by (used in) operating activities** | **(2,223)** | **(8,426)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 11,238 | 13,803 |
| Amounts paid on redemption of redeemable shares | (6,892) | (3,929) |
| Distributions to shareholders of redeemable shares | (50) | (65) |
| **Net cash provided by (used in) financing activities** | **4,296** | **9,809** |
| Unrealized foreign currency translation gain (loss) | – | 28 |
| Net increase (decrease) in cash | 2,073 | 1,411 |
| Cash (bank overdraft), beginning of period | 1,499 | 686 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **3,572** | **2,097** |
| Interest received[1] | 1 | 3 |
| Dividends received, net of withholding taxes[1] | 241 | 140 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (93.4%)** | | | |
| **Israel (13.5%)** | | | |
| Elbit Systems Ltd. | 21,800 | 2,618 | 2,959 |
| Frutarom Industries Ltd. | 46,900 | 810 | 3,217 |
| Strauss Group Ltd. | 77,500 | 1,204 | 1,647 |
| | | **4,632** | **7,823** |
| **Japan (8.5%)** | | | |
| Hamamatsu Photonics K.K. | 58,800 | 1,807 | 2,073 |
| Keyence Corporation | 3,100 | 2,047 | 2,854 |
| | | **3,854** | **4,927** |
| **Switzerland (21.7%)** | | | |
| INFICON Holding AG | 7,600 | 2,774 | 3,687 |
| Schweiter Technologies AG | 3,500 | 2,163 | 5,316 |
| Tamedia AG | 17,200 | 2,109 | 3,549 |
| | | **7,046** | **12,552** |
| **United States (49.7%)** | | | |
| Bank of America Corporation | 53,800 | 1,592 | 1,600 |
| Berkshire Hathaway Inc., Class "B" | 9,700 | 2,100 | 2,123 |
| Danaher Corporation | 21,000 | 2,224 | 2,196 |
| First Republic Bank | 27,500 | 2,321 | 3,402 |
| GCP Applied Technologies Inc. | 45,000 | 1,675 | 1,616 |
| JPMorgan Chase & Co. | 28,700 | 2,747 | 3,327 |
| Keysight Technologies, Inc. | 59,300 | 2,410 | 2,912 |
| Parker-Hannifin Corporation | 9,800 | 1,831 | 1,842 |
| Raytheon Company | 14,000 | 2,460 | 2,670 |
| Union Pacific Corporation | 19,700 | 2,619 | 2,744 |
| UnitedHealth Group Incorporated | 12,700 | 2,262 | 2,731 |
| ViaSat, Inc. | 17,500 | 1,672 | 1,555 |
| | | **25,913** | **28,718** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.4%)** | | **41,445** | **54,020** |
| **TRANSACTION COSTS (0.0%)** | | **(33)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (93.4%)** | | **41,412** | **54,020** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (6.2%)** | | | |
| Canadian | | 3,529 | 3,529 |
| Foreign | | 44 | 43 |
| | | **3,573** | **3,572** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | **178** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **57,770** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses based outside of Canada, as well as securities of other mutual funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 28,767 | – | 28,767 | 49.8 |
| Swiss Franc | 12,663 | – | 12,663 | 21.9 |
| Israeli Shekel | 7,825 | – | 7,825 | 13.5 |
| Japanese Yen | 4,927 | – | 4,927 | 8.5 |
| Euro | 5 | – | 5 | 0.0 |
| | **54,187** | **–** | **54,187** | **93.7** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 20,597 | – | 20,597 | 40.8 |
| Swiss Franc | 11,962 | – | 11,962 | 23.7 |
| Japanese Yen | 7,801 | – | 7,801 | 15.4 |
| Israeli Shekel | 7,735 | – | 7,735 | 15.3 |
| Euro | 1,464 | – | 1,464 | 2.9 |
| | **49,559** | **–** | **49,559** | **98.1** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $5,419,000 or approximately 9.4% (June 30, 2016 – $4,956,000 or approximately 9.8%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 93.4% (June 30, 2016 – 97.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $5,402,000 (June 30, 2016 – $4,936,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **93.4** | **97.7** |
| Ireland | – | 2.9 |
| Israel | 13.5 | 15.3 |
| Japan | 8.5 | 15.4 |
| Switzerland | 21.7 | 27.5 |
| United States | 49.7 | 36.6 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **6.2** | **3.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 28,718 | 25,302 | – | 54,020 |
| | **28,718** | **25,302** | **–** | **54,020** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 20,539 | 28,816 | – | 49,355 |
| | **20,539** | **28,816** | **–** | **49,355** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Discovery Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Global Dividend Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 134,620 | 135,405 |
| Cash | 5,720 | 1,875 |
| Receivable for securities sold | – | 373 |
| Subscriptions receivable | 198 | 140 |
| Accrued investment income and other | 283 | 385 |
| | **140,821** | **138,178** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 177 | 178 |
| Payable for securities purchased | 133 | – |
| Redemptions payable | 259 | 338 |
| Accrued expenses | 25 | 25 |
| Distributions payable | 102 | – |
| Unrealized loss on currency spot contracts | 1 | – |
| | **697** | **541** |
| **Net assets attributable to holders of redeemable shares** | **140,124** | **137,637** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 64,736 | 66,509 |
| Series E | 5,833 | 4,573 |
| Series F | 25,381 | 20,760 |
| Series FT | 2,814 | 3,524 |
| Series I | 5,538 | 4,973 |
| Series O | 22,567 | 22,427 |
| Series T | 13,255 | 14,871 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 13.97 | 13.28 |
| Series E | 14.27 | 13.56 |
| Series F | 15.87 | 15.00 |
| Series FT | 11.21 | 11.07 |
| Series I | 17.58 | 16.52 |
| Series O | 17.48 | 16.42 |
| Series T | 8.43 | 8.39 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 10.40 | 10.21 |
| Series F | 11.82 | 11.53 |
| Series I | 13.10 | 12.70 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 869 | 722 |
| Interest for distribution purposes | 14 | 20 |
| Net realized gain (loss) on non-derivative financial assets | (1,226) | 9,804 |
| Change in unrealized gain (loss) on non-derivative financial assets | 9,518 | 5,077 |
| Change in unrealized gain (loss) on currency spot contracts | (1) | (2) |
| Net gain (loss) on investments | **9,174** | **15,621** |
| Net realized and unrealized foreign currency translation gain (loss) | (186) | 62 |
| Total income (loss), net | **8,988** | **15,683** |
| **EXPENSES** | | |
| Management fees (note 5) | 966 | 871 |
| Fixed administration fees (note 6) | 127 | 123 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | – | 1 |
| Foreign withholding taxes/tax reclaims | 110 | 105 |
| Harmonized Sales Tax/Goods and Services Tax | 118 | 108 |
| Transaction costs | 177 | 140 |
| Total expenses | **1,499** | **1,349** |
| Expenses absorbed by the Manager | – | (4) |
| Net expenses | **1,499** | **1,345** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **7,489** | **14,338** |
| Income tax recovery (expense) | 11 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **7,500** | **14,338** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 3,325 | 7,358 |
| Series E | 246 | 333 |
| Series F | 1,288 | 1,885 |
| Series FT | 179 | 189 |
| Series I | 315 | 611 |
| Series O | 1,424 | 2,984 |
| Series T | 723 | 978 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.69 | 1.59 |
| Series E | 0.69 | 1.46 |
| Series F | 0.86 | 1.81 |
| Series FT | 0.76 | 1.43 |
| Series I | 1.08 | 2.16 |
| Series O | 1.07 | 2.18 |
| Series T | 0.44 | 1.04 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 4,811,927 | 4,602,274 |
| Series E | 357,806 | 226,962 |
| Series F | 1,503,143 | 1,041,751 |
| Series FT | 235,641 | 131,637 |
| Series I | 292,636 | 283,271 |
| Series O | 1,332,112 | 1,364,854 |
| Series T | 1,650,937 | 950,084 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Dividend Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 66,509 | 63,314 |
| Series E | 4,573 | 2,377 |
| Series F | 20,760 | 13,322 |
| Series FT | 3,524 | 1,468 |
| Series I | 4,973 | 5,162 |
| Series O | 22,427 | 24,506 |
| Series T | 14,871 | 6,580 |
| | **137,637** | **116,729** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 3,325 | 7,358 |
| Series E | 246 | 333 |
| Series F | 1,288 | 1,885 |
| Series FT | 179 | 189 |
| Series I | 315 | 611 |
| Series O | 1,424 | 2,984 |
| Series T | 723 | 978 |
| | **7,500** | **14,338** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series A | (1) | (4) |
| Series F | – | (1) |
| Series FT | (42) | (19) |
| Series O | – | (1) |
| Series T | (245) | (115) |
| From return of capital | | |
| Series FT | (73) | (42) |
| Series T | (390) | (238) |
| | **(751)** | **(420)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 5,783 | 8,798 |
| Series E | 2,197 | 1,992 |
| Series F | 6,221 | 5,722 |
| Series FT | 916 | 269 |
| Series I | 623 | 140 |
| Series O | 433 | 241 |
| Series T | 1,103 | 6,079 |
| Reinvested distributions | | |
| Series A | 1 | 3 |
| Series F | – | 1 |
| Series FT | 7 | 18 |
| Series O | – | 1 |
| Series T | 114 | 99 |
| Payments on redemption | | |
| Series A | (10,881) | (8,850) |
| Series E | (1,183) | (165) |
| Series F | (2,888) | (1,180) |
| Series FT | (1,697) | (57) |
| Series I | (373) | (701) |
| Series O | (1,717) | (3,044) |
| Series T | (2,921) | (1,729) |
| | **(4,262)** | **7,637** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (1,773) | 7,305 |
| Series E | 1,260 | 2,160 |
| Series F | 4,621 | 6,427 |
| Series FT | (710) | 358 |
| Series I | 565 | 50 |
| Series O | 140 | 181 |
| Series T | (1,616) | 5,074 |
| | **2,487** | **21,555** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 64,736 | 70,619 |
| Series E | 5,833 | 4,537 |
| Series F | 25,381 | 19,749 |
| Series FT | 2,814 | 1,826 |
| Series I | 5,538 | 5,212 |
| Series O | 22,567 | 24,687 |
| Series T | 13,255 | 11,654 |
| | **140,124** | **138,284** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 7,500 | 14,338 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 1,226 | (9,804) |
| Unrealized foreign currency translation (gain) loss | 5 | (325) |
| Change in unrealized (gain) loss on non-derivative financial assets | (9,518) | (5,077) |
| Change in unrealized (gain) loss on currency spot contracts | 1 | 2 |
| Purchases of portfolio investments | (125,890) | (105,725) |
| Proceeds from sale of portfolio investments | 135,473 | 103,230 |
| Accrued investment income and other | 102 | (38) |
| Accrued expenses and other payables | (1) | 35 |
| **Net cash provided by (used in) operating activities** | **8,898** | **(3,364)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 12,405 | 20,274 |
| Amounts paid on redemption of redeemable shares | (16,926) | (13,016) |
| Distributions to shareholders of redeemable shares | (527) | (238) |
| **Net cash provided by (used in) financing activities** | **(5,048)** | **7,020** |
| Unrealized foreign currency translation gain (loss) | (5) | 325 |
| Net increase (decrease) in cash | 3,845 | 3,981 |
| Cash (bank overdraft), beginning of period | 1,875 | 4,866 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **5,720** | **8,847** |
| Interest paid[1] | – | 1 |
| Interest received[1] | 13 | 20 |
| Dividends received, net of withholding taxes[1] | 895 | 574 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Dividend Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (96.1%)** | | | |
| **Israel (14.0%)** | | | |
| Elbit Systems Ltd. | 53,875 | 6,166 | 7,313 |
| Frutarom Industries Ltd. | 112,200 | 4,724 | 7,696 |
| Strauss Group Ltd. | 214,300 | 4,108 | 4,553 |
| | | **14,998** | **19,562** |
| **Japan (5.1%)** | | | |
| Keyence Corporation | 7,800 | **4,370** | **7,182** |
| **Switzerland (15.2%)** | | | |
| BELIMO Holding AG | 1,700 | 5,210 | 6,915 |
| Schweiter Technologies AG | 4,800 | 4,737 | 7,290 |
| Sika AG | 900 | 5,552 | 5,818 |
| VAT Group AG | 10,800 | 645 | 1,210 |
| | | **16,144** | **21,233** |
| **United States (61.8%)** | | | |
| Bank of America Corporation | 188,100 | 5,552 | 5,593 |
| BlackRock, Inc., Class "A" | 8,000 | 4,121 | 4,090 |
| Comcast Corporation, Class "A" | 45,500 | 4,240 | 4,224 |
| Danaher Corporation | 39,900 | 4,279 | 4,173 |
| First Republic Bank | 58,200 | 5,285 | 7,200 |
| JPMorgan Chase & Co. | 61,400 | 5,749 | 7,118 |
| Keysight Technologies, Inc. | 121,300 | 4,624 | 5,956 |
| KLA-Tencor Corporation | 58,700 | 5,619 | 6,201 |
| Lam Research Corporation | 42,800 | 4,190 | 6,076 |
| Microsoft Corporation | 68,600 | 5,385 | 5,724 |
| Parker-Hannifin Corporation | 25,900 | 4,839 | 4,869 |
| Raytheon Company | 35,100 | 5,731 | 6,694 |
| Rollins, Inc. | 128,600 | 4,662 | 5,833 |
| Union Pacific Corporation | 42,700 | 5,624 | 5,947 |
| UnitedHealth Group Incorporated | 32,300 | 5,830 | 6,945 |
| | | **75,730** | **86,643** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.1%)** | | **111,242** | **134,620** |
| **TRANSACTION COSTS (0.0%)** | | **(93)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (96.1%)** | | **111,149** | **134,620** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (4.1%)** | | | |
| Canadian | | 5,376 | 5,376 |
| Foreign | | 346 | 344 |
| | | **5,722** | **5,720** |
| **OTHER NET ASSETS (LIABILITIES) (–0.2%)** | | | **(216)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **140,124** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Dividend Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses located around the world, as well as in securities of other mutual funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 87,054 | (1) | 87,053 | 62.1 |
| Swiss Franc | 21,383 | – | 21,383 | 15.3 |
| Israeli Shekel | 19,564 | – | 19,564 | 14.0 |
| Japanese Yen | 7,182 | – | 7,182 | 5.1 |
| Euro | 39 | – | 39 | 0.0 |
| | **135,222** | **(1)** | **135,221** | **96.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 79,400 | – | 79,400 | 57.7 |
| Swiss Franc | 17,873 | – | 17,873 | 13.0 |
| Israeli Shekel | 16,833 | – | 16,833 | 12.2 |
| Japanese Yen | 15,296 | – | 15,296 | 11.1 |
| Pound Sterling | 5,466 | – | 5,466 | 4.0 |
| Euro | 39 | – | 39 | 0.0 |
| | **134,907** | **–** | **134,907** | **98.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $13,522,000 or approximately 9.7% (June 30, 2016 – $13,491,000 or approximately 9.8%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 96.1% (June 30, 2016 – 98.5%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $13,462,000 (June 30, 2016 – $13,541,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **96.1** | **98.5** |
| Canada | – | 0.9 |
| Israel | 14.0 | 12.2 |
| Japan | 5.1 | 11.1 |
| Switzerland | 15.2 | 17.0 |
| United Kingdom | – | 4.0 |
| United States | 61.8 | 53.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **4.1** | **1.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 86,643 | 47,977 | – | 134,620 |
| | **86,643** | **47,977** | **–** | **134,620** |
| Unrealized loss on currency spot contracts | – | (1) | – | (1) |
| | **86,643** | **47,976** | **–** | **134,619** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 80,176 | 55,229 | – | 135,405 |
| | **80,176** | **55,229** | **–** | **135,405** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Dividend Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Global Value Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 34,697 | 36,429 |
| Unrealized gain on currency forward contracts | 10 | 68 |
| Cash | – | 529 |
| Receivable for securities sold | 979 | 304 |
| Subscriptions receivable | 4 | 5 |
| Accrued investment income and other | 86 | 141 |
| | **35,776** | **37,476** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 248 | – |
| Management fee payable | 57 | 60 |
| Payable for securities purchased | 168 | 123 |
| Redemptions payable | 64 | 177 |
| Accrued expenses | 10 | 9 |
| Distributions payable | 16 | – |
| Unrealized loss on currency forward contracts | 40 | 43 |
| | **603** | **412** |
| **Net assets attributable to holders of redeemable shares** | **35,173** | **37,064** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 24,775 | 26,664 |
| Series E | 664 | 718 |
| Series F | 6,023 | 5,880 |
| Series I | 808 | 903 |
| Series IP | 237 | 339 |
| Series T | 2,666 | 2,560 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 6.95 | 6.36 |
| Series E | 12.87 | 11.77 |
| Series F | 8.27 | 7.52 |
| Series I | 7.93 | 7.16 |
| Series IP | 12.77 | 11.55 |
| Series T | 6.81 | 6.52 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 5.18 | 4.89 |
| Series F | 6.16 | 5.78 |
| Series IP | 9.51 | 8.88 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 377 | 650 |
| Net realized gain (loss) on non-derivative financial assets | 2,306 | 1,981 |
| Net realized gain (loss) on currency forward contracts | 73 | (112) |
| Change in unrealized gain (loss) on non-derivative financial assets | 1,283 | (2,246) |
| Change in unrealized gain (loss) on currency forward contracts | (55) | 57 |
| Net gain (loss) on investments | **3,984** | **330** |
| Net realized and unrealized foreign currency translation gain (loss) | 1 | (1) |
| Total income (loss), net | **3,985** | **329** |
| **EXPENSES** | | |
| Management fees (note 5) | 334 | 429 |
| Fixed administration fees (note 6) | 49 | 68 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 3 | 6 |
| Foreign withholding taxes/tax reclaims | 34 | 69 |
| Harmonized Sales Tax/Goods and Services Tax | 43 | 55 |
| Transaction costs | 76 | 111 |
| Total expenses | **540** | **739** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **540** | **738** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **3,445** | **(409)** |
| Income tax recovery (expense) | 5 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **3,450** | **(409)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,434 | (439) |
| Series E | 66 | 6 |
| Series F | 584 | (31) |
| Series I | 95 | 12 |
| Series IP | 35 | 1 |
| Series T | 236 | 42 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.62 | (0.08) |
| Series E | 1.09 | 0.12 |
| Series F | 0.77 | (0.03) |
| Series I | 0.77 | 0.10 |
| Series IP | 1.22 | 0.04 |
| Series T | 0.61 | 0.12 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 3,916,536 | 5,009,938 |
| Series E | 60,631 | 49,804 |
| Series F | 754,338 | 816,256 |
| Series I | 123,125 | 132,894 |
| Series IP | 28,826 | 27,829 |
| Series T | 389,807 | 345,391 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Value Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 26,664 | 40,505 |
| Series E | 718 | 1,187 |
| Series F | 5,880 | 8,297 |
| Series I | 903 | 1,026 |
| Series IP | 339 | 372 |
| Series T | 2,560 | 2,228 |
| | **37,064** | **53,615** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,434 | (439) |
| Series E | 66 | 6 |
| Series F | 584 | (31) |
| Series I | 95 | 12 |
| Series IP | 35 | 1 |
| Series T | 236 | 42 |
| | **3,450** | **(409)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series T | (53) | (41) |
| From return of capital | | |
| Series T | (70) | (76) |
| | **(123)** | **(117)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 501 | 1,102 |
| Series E | 50 | 211 |
| Series F | 1,263 | 812 |
| Series I | – | 181 |
| Series T | 21 | 1,459 |
| Reinvested distributions | | |
| Series T | 24 | 26 |
| Payments on redemption | | |
| Series A | (4,824) | (6,181) |
| Series E | (170) | (698) |
| Series F | (1,704) | (2,114) |
| Series I | (190) | (82) |
| Series IP | (137) | (4) |
| Series T | (52) | (403) |
| | **(5,218)** | **(5,691)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (1,889) | (5,518) |
| Series E | (54) | (481) |
| Series F | 143 | (1,333) |
| Series I | (95) | 111 |
| Series IP | (102) | (3) |
| Series T | 106 | 1,007 |
| | **(1,891)** | **(6,217)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 24,775 | 34,987 |
| Series E | 664 | 706 |
| Series F | 6,023 | 6,964 |
| Series I | 808 | 1,137 |
| Series IP | 237 | 369 |
| Series T | 2,666 | 3,235 |
| | **35,173** | **47,398** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 3,450 | (409) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (2,306) | (1,981) |
| Unrealized foreign currency translation (gain) loss | (23) | 9 |
| Change in unrealized (gain) loss on non-derivative financial assets | (1,283) | 2,246 |
| Change in unrealized (gain) loss on currency forward contracts | 55 | (57) |
| Purchases of portfolio investments | (11,099) | (15,469) |
| Proceeds from sale of portfolio investments | 15,790 | 22,109 |
| Accrued investment income and other | 55 | 34 |
| Accrued expenses and other payables | (2) | (12) |
| **Net cash provided by (used in) operating activities** | **4,637** | **6,470** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 1,113 | 3,025 |
| Amounts paid on redemption of redeemable shares | (6,467) | (8,873) |
| Distributions to shareholders of redeemable shares | (83) | (72) |
| **Net cash provided by (used in) financing activities** | **(5,437)** | **(5,920)** |
| Unrealized foreign currency translation gain (loss) | 23 | (9) |
| Net increase (decrease) in cash | (777) | 541 |
| Cash (bank overdraft), beginning of period | 529 | (47) |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(248)** | **494** |
| Interest paid[1] | 3 | 6 |
| Dividends received, net of withholding taxes[1] | 419 | 621 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Value Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (98.7%)** | | | |
| **Australia (1.8%)** | | | |
| IPH Limited | 126,600 | **667** | **628** |
| **Brazil (1.9%)** | | | |
| Cielo SA | 7,800 | 94 | 89 |
| Smiles SA | 31,377 | 377 | 576 |
| | | **471** | **665** |
| **China (10.5%)** | | | |
| AAC Technologies Holdings Inc. | 62,500 | 344 | 755 |
| Kweichow Moutai Co., Ltd., Class "A" | 17,110 | 531 | 1,103 |
| Li Ning Company Limited | 906,000 | 604 | 762 |
| Shanghai International Airport Co., Ltd., Class "A" | 33,976 | 205 | 174 |
| Zhengzhou Yutong Bus Co., Ltd., Series "A" | 241,736 | 1,040 | 914 |
| | | **2,724** | **3,708** |
| **France (2.1%)** | | | |
| LVMH Moët Hennessy Louis Vuitton SA | 2,900 | **684** | **744** |
| **Germany (6.3%)** | | | |
| Gerresheimer AG | 5,470 | 542 | 547 |
| Hugo Boss AG | 4,400 | 371 | 365 |
| Kion Group AG | 9,700 | 474 | 726 |
| Stabilus SA | 7,760 | 450 | 561 |
| | | **1,837** | **2,199** |
| **Greece (2.4%)** | | | |
| Jumbo SA | 39,686 | **651** | **845** |
| **Hong Kong (4.0%)** | | | |
| AIA Group Limited | 48,000 | 366 | 361 |
| Hengan International Group Company Limited | 33,500 | 329 | 330 |
| Real Gold Mining Limited* | 1,425,965 | 1,659 | – |
| Value Partners Group Limited | 664,000 | 816 | 709 |
| | | **3,170** | **1,400** |
| **India (8.0%)** | | | |
| Axis Bank Limited | 40,800 | 404 | 362 |
| Indiabulls Housing Finance Limited | 28,700 | 388 | 366 |
| LIC Housing Finance Limited | 87,411 | 369 | 962 |
| Tata Motors Limited | 122,700 | 925 | 1,139 |
| | | **2,086** | **2,829** |
| **Indonesia (2.1%)** | | | |
| PT Bank Central Asia Tbk | 259,325 | 124 | 399 |
| PT Bank Rakyat Indonesia (Persero) Tbk | 291,352 | 141 | 339 |
| | | **265** | **738** |
| **Ireland (5.1%)** | | | |
| Governor and Company of the Bank of Ireland (The) | 3,776,686 | 1,284 | 1,251 |
| Willis Towers Watson Public Limited Company | 3,400 | 258 | 558 |
| | | **1,542** | **1,809** |
| **Italy (1.7%)** | | | |
| Moncler SPA | 24,900 | **556** | **583** |
| **Japan (9.2%)** | | | |
| Anicom Holdings, Inc. | 24,900 | 713 | 694 |
| KDDI Corporation | 5,200 | 180 | 176 |
| SMC Corporation | 2,300 | 736 | 736 |
| TechnoPro Holdings, Inc. | 19,500 | 767 | 838 |
| Zojirushi Corporation | 43,500 | 852 | 784 |
| | | **3,248** | **3,228** |
| **EQUITIES (98.7%) (cont'd)** | | | |
| **Kenya (1.8%)** | | | |
| Safaricom Limited | 2,500,000 | **135** | **627** |
| **Nigeria (2.0%)** | | | |
| Guaranty Trust Bank PLC | 6,600,000 | **621** | **693** |
| **Portugal (0.0%)** | | | |
| Banco Espírito Santo, SA | 1,076,300 | **1,854** | **5** |
| **South Korea (2.4%)** | | | |
| LIG Nex1 Co., Ltd. | 9,400 | **1,066** | **840** |
| **Taiwan (4.2%)** | | | |
| Egis Technology Inc. | 69,000 | 471 | 759 |
| Taiwan Semiconductor Manufacturing Company Limited | 95,000 | 517 | 714 |
| | | **988** | **1,473** |
| **United Arab Emirates (7.0%)** | | | |
| Aramex PJSC | 867,400 | 381 | 1,288 |
| Depa Limited | 2,467,000 | 1,854 | 1,159 |
| | | **2,235** | **2,447** |
| **United Kingdom (8.4%)** | | | |
| Berkeley Group Holdings PLC (The) | 10,040 | 419 | 467 |
| Pets At Home Group PLC | 182,800 | 598 | 724 |
| Prudential PLC | 36,920 | 970 | 990 |
| Rolls-Royce Holdings PLC | 1,563,900 | 459 | 408 |
| Whitbread PLC | 6,000 | 390 | 375 |
| | | **2,836** | **2,964** |
| **United States (17.8%)** | | | |
| BorgWarner Inc. | 23,200 | 874 | 1,229 |
| Discovery Communications, Inc. | 17,400 | 591 | 640 |
| Nu Skin Enterprises, Inc. | 13,700 | 540 | 879 |
| Rockwell Collins, Inc. | 9,272 | 855 | 1,155 |
| Sotheby's | 17,900 | 646 | 958 |
| Zions Bancorporation | 24,400 | 735 | 1,411 |
| | | **4,241** | **6,272** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.7%)** | | **31,877** | **34,697** |
| **TRANSACTION COSTS (0.0%)** | | **(89)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.7%)** | | **31,788** | **34,697** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | **–** | **(30)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–0.7%)** | | | |
| Canadian | | (1,400) | (1,400) |
| Foreign | | 1,153 | 1,152 |
| | | **(247)** | **(248)** |
| **OTHER NET ASSETS (LIABILITIES) (2.1%)** | | | **754** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **35,173** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 1,668 | (GBP) (1,000) | 0.600 | 0.603 | 10 |
| | | | | | | | **10** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 1,677 | (EUR) (1,200) | 0.715 | 0.705 | (26) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 2,402 | (USD) (1,800) | 0.749 | 0.745 | (13) |
| Canadian Imperial Bank of Commerce | A-1 | 17-Feb-17 | CAD 141 | (EUR) (100) | 0.707 | 0.705 | (1) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | GBP 50 | (CAD) (83) | 1.660 | 1.658 | – |
| | | | | | | | **(40)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Value Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses based outside of Canada.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 8,297 | (2,415) | 5,882 | 16.7 |
| Euro | 5,673 | (1,845) | 3,828 | 10.9 |
| Japanese Yen | 3,412 | (0) | 3,412 | 9.7 |
| Chinese Yuan | 3,306 | – | 3,306 | 9.4 |
| Pound Sterling | 2,972 | (1,575) | 1,397 | 4.0 |
| Indian Rupee | 2,932 | – | 2,932 | 8.3 |
| Hong Kong Dollar | 2,883 | (0) | 2,883 | 8.2 |
| New Taiwan Dollar | 1,724 | – | 1,724 | 4.9 |
| Arab Emirates Dirham | 1,288 | – | 1,288 | 3.7 |
| South Korean Won | 840 | – | 840 | 2.4 |
| Brazilian Real | 755 | – | 755 | 2.1 |
| Indonesian Rupiah | 745 | – | 745 | 2.1 |
| Nigerian Naira | 699 | – | 699 | 2.0 |
| Kenyan Shilling | 627 | – | 627 | 1.8 |
| Australian Dollar | 585 | – | 585 | 1.7 |
| Swiss Franc | 11 | – | 11 | 0.0 |
| | **36,749** | **(5,835)** | **30,914** | **87.9** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 7,373 | 0 | 7,373 | 19.9 |
| Euro | 3,833 | (2,733) | 1,100 | 3.0 |
| Hong Kong Dollar | 3,752 | – | 3,752 | 10.1 |
| Indian Rupee | 3,535 | – | 3,535 | 9.5 |
| New Taiwan Dollar | 3,274 | – | 3,274 | 8.8 |
| Chinese Yuan | 3,199 | – | 3,199 | 8.6 |
| Japanese Yen | 3,047 | – | 3,047 | 8.2 |
| Pound Sterling | 3,028 | (1,550) | 1,478 | 4.0 |
| Brazilian Real | 1,952 | (1) | 1,951 | 5.3 |
| Arab Emirates Dirham | 1,253 | (0) | 1,253 | 3.4 |
| South Korean Won | 1,235 | – | 1,235 | 3.3 |
| Indonesian Rupiah | 839 | – | 839 | 2.3 |
| Nigerian Naira | 749 | – | 749 | 2.0 |
| Kenyan Shilling | 563 | – | 563 | 1.5 |
| Swiss Franc | 120 | – | 120 | 0.3 |
| Egyptian Pound | 1 | – | 1 | 0.0 |
| | **37,752** | **(4,284)** | **33,469** | **90.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $3,091,000 or approximately 8.8% (June 30, 2016 – $3,347,000 or approximately 9.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.7% (June 30, 2016 – 98.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $3,470,000 (June 30, 2016 – $3,643,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic Global Value Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **98.7** | **98.2** |
| Australia | 1.8 | – |
| Brazil | 1.9 | 5.3 |
| China | 10.5 | 13.2 |
| Finland | – | 1.3 |
| France | 2.1 | – |
| Germany | 6.3 | 4.0 |
| Greece | 2.4 | 2.5 |
| Hong Kong | 4.0 | 5.1 |
| India | 8.0 | 9.5 |
| Indonesia | 2.1 | 2.2 |
| Ireland | 5.1 | 4.3 |
| Italy | 1.7 | – |
| Japan | 9.2 | 8.5 |
| Kenya | 1.8 | 1.5 |
| Nigeria | 2.0 | 1.9 |
| Portugal | 0.0 | 0.0 |
| South Korea | 2.4 | 3.3 |
| Switzerland | – | 0.3 |
| Taiwan | 4.2 | 5.9 |
| United Arab Emirates | 7.0 | 6.2 |
| United Kingdom | 8.4 | 8.2 |
| United States | 17.8 | 15.0 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **(0.7)** | **1.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 6,830 | 27,867 | – | 34,697 |
| Unrealized gain on currency forward contracts | – | 10 | – | 10 |
| | **6,830** | **27,877** | **–** | **34,707** |
| Unrealized loss on currency forward contracts | – | (40) | – | (40) |
| | **6,830** | **27,837** | **–** | **34,667** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 8,203 | 28,226 | – | 36,429 |
| Unrealized gain on currency forward contracts | – | 68 | – | 68 |
| | **8,203** | **28,294** | **–** | **36,497** |
| Unrealized loss on currency forward contracts | – | (43) | – | (43) |
| | **8,203** | **28,251** | **–** | **36,454** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 10 | (10) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **10** | **(10)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 40 | (10) | – | 30 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **40** | **(10)** | **–** | **30** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 68 | (41) | – | 27 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **68** | **(41)** | **–** | **27** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 43 | (41) | – | 2 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **43** | **(41)** | **–** | **2** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Value Balanced Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 207,422 | 234,389 |
| Unrealized gain on currency forward contracts | 27 | 65 |
| Unrealized gain on currency spot contracts | 9 | – |
| Unrealized gain on futures contracts | 7 | – |
| Cash | 4,955 | 11,192 |
| Margin deposited on derivatives | 621 | 458 |
| Receivable for securities sold | 4,547 | 4,436 |
| Subscriptions receivable | 56 | 5 |
| Accrued investment income and other | 606 | 680 |
| | **218,250** | **251,225** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 277 | 325 |
| Payable for securities purchased | 184 | 1,203 |
| Redemptions payable | 385 | 871 |
| Accrued expenses | 29 | 33 |
| Distributions payable | 271 | – |
| Unrealized loss on currency forward contracts | 129 | 122 |
| Unrealized loss on futures contracts | – | 273 |
| | **1,275** | **2,827** |
| **Net assets attributable to holders of redeemable shares** | **216,975** | **248,398** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 88,114 | 103,602 |
| Series E | 10,783 | 12,464 |
| Series F | 26,867 | 26,601 |
| Series FT | 4,471 | 4,983 |
| Series G | 21,773 | 27,826 |
| Series I | 6,683 | 8,765 |
| Series IT | 336 | 850 |
| Series O | 41,657 | 43,985 |
| Series T | 16,291 | 19,322 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 12.62 | 12.45 |
| Series E | 10.71 | 10.55 |
| Series F | 14.24 | 13.94 |
| Series FT | 9.49 | 9.50 |
| Series G | 12.84 | 12.68 |
| Series I | 15.81 | 15.42 |
| Series IT | 9.15 | 9.36 |
| Series O | 19.28 | 18.78 |
| Series T | 8.74 | 8.81 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,239 | 2,939 |
| Interest for distribution purposes | 1,157 | 1,648 |
| Net realized gain (loss) on non-derivative financial assets | 3,619 | 8,648 |
| Net realized gain (loss) on currency forward contracts | (1,217) | (2,984) |
| Net realized gain (loss) on futures contracts | 172 | (185) |
| Change in unrealized gain (loss) on non-derivative financial assets | 3,399 | (26,084) |
| Change in unrealized gain (loss) on currency forward contracts | (45) | (125) |
| Change in unrealized gain (loss) on currency spot contracts | 8 | 2 |
| Change in unrealized gain (loss) on futures contracts | 280 | (126) |
| Net gain (loss) on investments | **8,612** | **(16,267)** |
| Securities lending | 4 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 28 | 130 |
| Total income (loss), net | **8,644** | **(16,137)** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,608 | 2,322 |
| Fixed administration fees (note 6) | 156 | 219 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 22 | 50 |
| Harmonized Sales Tax/Goods and Services Tax | 204 | 286 |
| Transaction costs | 91 | 98 |
| Total expenses | **2,083** | **2,977** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **2,083** | **2,977** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **6,561** | **(19,114)** |
| Income tax recovery (expense) | 17 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **6,578** | **(19,114)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,331 | (9,009) |
| Series E | 314 | (934) |
| Series F | 805 | (1,714) |
| Series FT | 144 | (331) |
| Series G | 641 | (2,241) |
| Series I | 324 | (348) |
| Series IT | 18 | (166) |
| Series O | 1,565 | (2,614) |
| Series T | 436 | (1,757) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.31 | (0.83) |
| Series E | 0.28 | (0.70) |
| Series F | 0.43 | (0.82) |
| Series FT | 0.29 | (0.58) |
| Series G | 0.33 | (0.88) |
| Series I | 0.57 | (0.81) |
| Series IT | 0.24 | (0.52) |
| Series O | 0.69 | (0.99) |
| Series T | 0.22 | (0.62) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 7,589,933 | 10,831,617 |
| Series E | 1,139,797 | 1,348,301 |
| Series F | 1,869,805 | 2,075,001 |
| Series FT | 499,364 | 573,960 |
| Series G | 1,939,883 | 2,538,522 |
| Series I | 565,246 | 425,821 |
| Series IT | 74,117 | 320,239 |
| Series O | 2,257,869 | 2,632,802 |
| Series T | 1,999,678 | 2,810,640 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 103,602 | 166,044 |
| Series E | 12,464 | 16,402 |
| Series F | 26,601 | 31,271 |
| Series FT | 4,983 | 5,847 |
| Series G | 27,826 | 31,829 |
| Series I | 8,765 | 7,438 |
| Series IT | 850 | 3,384 |
| Series O | 43,985 | 55,350 |
| Series T | 19,322 | 30,527 |
| | **248,398** | **348,092** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,331 | (9,009) |
| Series E | 314 | (934) |
| Series F | 805 | (1,714) |
| Series FT | 144 | (331) |
| Series G | 641 | (2,241) |
| Series I | 324 | (348) |
| Series IT | 18 | (166) |
| Series O | 1,565 | (2,614) |
| Series T | 436 | (1,757) |
| | **6,578** | **(19,114)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (116) | (111) |
| Series E | (16) | (13) |
| Series F | (34) | (23) |
| Series FT | (12) | (11) |
| Series G | (34) | (27) |
| Series I | (13) | (5) |
| Series IT | (1) | (6) |
| Series O | (60) | (39) |
| Series T | (43) | (49) |
| From net realized gains on investments | | |
| Series A | (838) | (769) |
| Series E | (100) | (72) |
| Series F | (213) | (153) |
| Series FT | (79) | (60) |
| Series G | (217) | (154) |
| Series I | (62) | (35) |
| Series IT | (20) | (41) |
| Series O | (344) | (198) |
| Series T | (318) | (344) |
| From return of capital | | |
| Series FT | (57) | (88) |
| Series IT | (6) | (42) |
| Series T | (201) | (374) |
| | **(2,784)** | **(2,614)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 1,812 | 4,240 |
| Series E | 2,071 | 2,814 |
| Series F | 7,072 | 6,516 |
| Series FT | 900 | 1,734 |
| Series G | 1,030 | 7,793 |
| Series I | 1,161 | 420 |
| Series O | 129 | 209 |
| Series T | 633 | 1,766 |
| Reinvested distributions | | |
| Series A | 907 | 836 |
| Series E | 111 | 84 |
| Series F | 202 | 144 |
| Series FT | 32 | 37 |
| Series G | 229 | 167 |
| Series I | 73 | 39 |
| Series IT | 20 | 10 |
| Series O | 404 | 237 |
| Series T | 185 | 229 |
| Payments on redemption | | |
| Series A | (19,584) | (36,309) |
| Series E | (4,061) | (4,680) |
| Series F | (7,566) | (6,806) |
| Series FT | (1,440) | (1,519) |
| Series G | (7,702) | (5,291) |
| Series I | (3,565) | (1,003) |
| Series IT | (525) | (29) |
| Series O | (4,022) | (6,272) |
| Series T | (3,723) | (6,492) |
| | **(35,217)** | **(41,126)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (15,488) | (41,122) |
| Series E | (1,681) | (2,801) |
| Series F | 266 | (2,036) |
| Series FT | (512) | (238) |
| Series G | (6,053) | 247 |
| Series I | (2,082) | (932) |
| Series IT | (514) | (274) |
| Series O | (2,328) | (8,677) |
| Series T | (3,031) | (7,021) |
| | **(31,423)** | **(62,854)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 88,114 | 124,922 |
| Series E | 10,783 | 13,601 |
| Series F | 26,867 | 29,235 |
| Series FT | 4,471 | 5,609 |
| Series G | 21,773 | 32,076 |
| Series I | 6,683 | 6,506 |
| Series IT | 336 | 3,110 |
| Series O | 41,657 | 46,673 |
| Series T | 16,291 | 23,506 |
| | **216,975** | **285,238** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 6,578 | (19,114) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (3,619) | (8,648) |
| Unrealized foreign currency translation (gain) loss | (2) | (110) |
| Change in unrealized (gain) loss on non-derivative financial assets | (3,399) | 26,084 |
| Change in unrealized (gain) loss on currency forward contracts | 45 | 125 |
| Change in unrealized (gain) loss on currency spot contracts | (8) | (2) |
| Change in unrealized (gain) loss on futures contracts | (280) | 126 |
| Purchases of portfolio investments | (81,373) | (119,349) |
| Proceeds from sale of portfolio investments | 114,227 | 146,698 |
| Margin deposited on derivatives | (163) | 233 |
| Accrued investment income and other | 74 | 212 |
| Accrued expenses and other payables | (52) | (111) |
| **Net cash provided by (used in) operating activities** | **32,028** | **26,144** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 6,026 | 10,401 |
| Amounts paid on redemption of redeemable shares | (43,943) | (52,826) |
| Distributions to shareholders of redeemable shares | (350) | (587) |
| **Net cash provided by (used in) financing activities** | **(38,267)** | **(43,012)** |
| Unrealized foreign currency translation gain (loss) | 2 | 110 |
| Net increase (decrease) in cash | (6,237) | (16,758) |
| Cash (bank overdraft), beginning of period | 11,192 | 35,910 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **4,955** | **19,152** |
| Interest paid[1] | 1 | 1 |
| Interest received[1] | 1,215 | 1,839 |
| Dividends received, net of withholding taxes[1] | 1,230 | 2,917 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (31.0%)** | | | | |
| **Canadian Bonds and Debentures (25.4%)** | | | | |
| **Federal (8.0%)** | | | | |
| Canada Housing Trust, 1.031% Sep. 15 17 | | 1,706 | 1,713 | 1,710 |
| Canada Housing Trust, 0.871% Sep. 15 18 | | 1,662 | 1,664 | 1,665 |
| CPPIB Capital Inc., 1.10% Jun. 10 19, Series "C" | | 613 | 613 | 612 |
| Government of Canada, 0.875% Feb. 14 17 | USD | 800 | 795 | 1,074 |
| Government of Canada, 0.25% May 01 18 | | 1,300 | 1,289 | 1,293 |
| Government of Canada, 0.50% Aug. 01 18 | | 871 | 869 | 868 |
| Government of Canada, 1.25% Sep. 01 18 | | 1,500 | 1,536 | 1,513 |
| Government of Canada, 1.75% Mar. 01 19 | | 334 | 348 | 341 |
| Government of Canada, 3.75% Jun. 01 19 | | 1,185 | 1,324 | 1,268 |
| Government of Canada, 0.75% Sep. 01 20 | | 3,887 | 3,850 | 3,853 |
| Government of Canada, 0.75% Mar. 01 21 | | 850 | 856 | 839 |
| Government of Canada, 3.25% Jun. 01 21 | | 103 | 114 | 113 |
| Government of Canada, 2.75% Jun. 01 22 | | 384 | 422 | 414 |
| Government of Canada, 1.50% Jun. 01 23 | | 158 | 161 | 159 |
| Government of Canada, 2.50% Jun. 01 24 | | 250 | 275 | 267 |
| Government of Canada, 2.25% Jun. 01 25 | | 861 | 922 | 903 |
| Government of Canada, 3.50% Dec. 01 45 | | 322 | 430 | 400 |
| | | | **17,181** | **17,292** |
| **Provincial (4.8%)** | | | | |
| Province of British Columbia, 2.70% Dec. 18 22 | | 1,542 | 1,621 | 1,616 |
| Province of Ontario, 1.047% Dec. 03 18 | | 2,450 | 2,451 | 2,457 |
| Province of Ontario, 2.60% Jun. 02 25 | | 3,922 | 3,972 | 3,985 |
| Province of Quebec, 2.75% Sep. 01 25 | | 2,349 | 2,398 | 2,411 |
| | | | **10,442** | **10,469** |
| **Corporate (12.6%)** | | | | |
| Alliance Pipeline Limited Partnership, 4.928% Dec. 16 19 | | 291 | 313 | 306 |
| AltaGas Ltd., 4.07% Jun. 01 20 | | 464 | 500 | 493 |
| AltaLink, L.P., 3.265% Mar. 05 20, Series 13-1 | | 59 | 59 | 61 |
| AltaLink, L.P., 2.978% Nov. 28 22, Series 2012-2 | | 300 | 295 | 315 |
| AltaLink, L.P., 3.668% Nov. 06 23, Series 2013-4 | | 365 | 409 | 397 |
| AltaLink, L.P., 3.399% Mar. 06 24 | | 384 | 424 | 409 |
| AltaLink Investments, L.P., 2.244% Dec. 07 21, Series 15-1 | | 227 | 227 | 226 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 573 | 608 | 594 |
| Bank of Montreal, 3.40% Apr. 23 21 | | 75 | 80 | 80 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 187 | 187 | 184 |
| Bank of Montreal, 2.12% Mar. 16 22 | | 613 | 606 | 613 |
| Bank of Nova Scotia (The), 2.27% Jan. 13 20 | | 912 | 934 | 929 |
| Bank of Nova Scotia (The), 2.873% Jun. 04 21 | | 15 | 16 | 16 |
| Bank of Nova Scotia (The), 1.90% Dec. 02 21 | | 262 | 262 | 260 |
| bcIMC Realty Corporation, 2.79% Aug. 02 18 | | 404 | 404 | 413 |
| bcIMC Realty Corporation, 3.51% Jun. 29 22 | | 258 | 258 | 274 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 621 | 647 | 646 |
| Brookfield Asset Management Inc., 5.30% Mar. 01 21 | | 176 | 191 | 194 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 71 | 71 | 78 |
| Brookfield Renewable Partners L.P., 3.63% Oct. 15 26 | | 304 | 304 | 297 |
| Brookfield Renewable Partners ULC, 4.79% Feb. 07 22, Series 8 | | 731 | 780 | 796 |
| Canadian Imperial Bank of Commerce, 2.22% Mar. 07 18 | | 868 | 889 | 878 |
| Canadian Imperial Bank of Commerce, 2.35% Jun. 24 19 | | 42 | 44 | 43 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 220 | 221 | 221 |
| Canadian National Railway Company, 2.80% Jun. 22 25 | | 511 | 511 | 522 |
| Canadian Natural Resources Limited, 2.89% Aug. 14 20 | | 247 | 247 | 250 |
| Canadian Natural Resources Limited, 3.55% Mar. 03 24 | | 208 | 207 | 210 |
| Canadian Utilities Limited, 3.122% Nov. 09 22 | | 11 | 12 | 12 |
| CI Financial Corp., 2.645% Dec. 07 20 | | 263 | 263 | 264 |
| CU Inc., 6.80% Aug. 13 19 | | 605 | 741 | 686 |
| Emera Incorporated, 4.83% Dec. 02 19, Series "G" | | 394 | 447 | 425 |
| Enbridge Gas Distribution Inc., 1.85% Apr. 24 17 | | 235 | 235 | 236 |
| Enbridge Gas Distribution Inc., 4.04% Nov. 23 20 | | 138 | 150 | 150 |
| Enbridge Income Fund Holdings Inc., 4.10% Feb. 22 19, Series 6 | | 279 | 291 | 292 |
| Enbridge Pipelines Inc., 4.49% Nov. 12 19 | | 349 | 393 | 378 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 278 | 278 | 278 |
| **BONDS AND DEBENTURES (31.0%) (cont'd)** | | | | |
| **Canadian Bonds and Debentures (25.4%) (cont'd)** | | | | |
| **Corporate (12.6%) (cont'd)** | | | | |
| First Capital Realty Inc., 5.48% Jul. 30 19, Series "L" | | 164 | 188 | 178 |
| Fortis Inc., 2.85% Oct. 12 23 | | 192 | 192 | 192 |
| Greater Toronto Airports Authority, 4.85% Jun. 01 17 | | 378 | 420 | 384 |
| Greater Toronto Airports Authority, 1.51% Feb. 16 21 | | 190 | 190 | 189 |
| H&R Real Estate Investment Trust, 4.90% Feb. 02 18, Series "E" | | 692 | 751 | 716 |
| Hydro One Inc., 1.48% Nov. 18 19 | | 150 | 150 | 150 |
| Hydro One Inc., 1.62% Apr. 30 20 | | 239 | 239 | 239 |
| Hydro One Inc., 1.84% Feb. 24 21 | | 149 | 149 | 150 |
| Inter Pipeline Fund, 3.839% Jul. 30 18, Series 2 | | 42 | 45 | 44 |
| Inter Pipeline Fund, 4.967% Feb. 02 21 | | 20 | 22 | 22 |
| Inter Pipeline Ltd., 1.385% May 30 17 | | 418 | 418 | 418 |
| Inter Pipeline Ltd., 2.608% Jul. 13 23 | | 94 | 94 | 93 |
| Lower Mattagami Energy Limited Partnership, 3.416% Jun. 20 24, Series 2014-1 | | 735 | 735 | 780 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Apr. 23 24, Series "A" | | 87 | 88 | 90 |
| North West Redwater Partnership/NWR Financing Co. Ltd., 3.20% Jan. 24 26 | | 387 | 386 | 394 |
| OMERS Realty Corporation, 2.498% Jun. 05 18 | | 368 | 366 | 374 |
| OMERS Realty Corporation, 2.971% Apr. 05 21, Series 4 | | 530 | 530 | 552 |
| OMERS Realty Corporation, 3.358% Jun. 05 23 | | 291 | 285 | 307 |
| Pembina Pipeline Corporation, 4.89% Mar. 29 21 | | 226 | 249 | 248 |
| Pembina Pipeline Corporation, 3.77% Oct. 24 22 | | 212 | 219 | 223 |
| Rogers Communications Inc., 2.80% Mar. 13 19 | | 882 | 882 | 905 |
| Royal Bank of Canada, 2.35% Dec. 09 19 | | 523 | 532 | 534 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 296 | 311 | 307 |
| Royal Bank of Canada, 2.03% Mar. 15 21 | | 267 | 267 | 268 |
| Royal Bank of Canada, 1.65% Jul. 15 21 | | 333 | 333 | 328 |
| Royal Bank of Canada, 1.968% Mar. 02 22 | | 295 | 292 | 292 |
| Royal Bank of Canada, 2.333% Dec. 05 23 | | 306 | 306 | 304 |
| Smart Real Estate Investment Trust, 3.385% Dec. 01 17, Series "J" | | 170 | 170 | 173 |
| Smart Real Estate Investment Trust, 3.73% Jul. 22 22, Series "M" | | 160 | 165 | 166 |
| Suncor Energy Inc., 5.80% May 22 18 | | 297 | 340 | 315 |
| Suncor Energy Inc., 3.00% Jun. 14 26 | | 269 | 268 | 265 |
| TELUS Corporation, 5.05% Jul. 23 20, Series "CH" | | 724 | 815 | 799 |
| Toronto-Dominion Bank (The), 2.433% Aug. 15 17 | | 290 | 299 | 292 |
| Toronto-Dominion Bank (The), 2.447% Apr. 02 19 | | 87 | 89 | 89 |
| Toronto-Dominion Bank (The), 1.693% Apr. 02 20 | | 470 | 468 | 470 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 458 | 477 | 471 |
| Toronto-Dominion Bank (The), 2.621% Dec. 22 21 | | 243 | 246 | 250 |
| Toronto-Dominion Bank (The), 1.909% Jul. 18 23 | | 80 | 80 | 78 |
| Toronto-Dominion Bank (The), 3.226% Jul. 24 24 | | 347 | 368 | 365 |
| Union Gas Limited, 4.85% Apr. 25 22, Series 6 | | 356 | 410 | 404 |
| Union Gas Limited, 3.79% Apr. 10 23 | | 60 | 60 | 65 |
| Union Gas Limited, 3.19% Jun. 17 25, Series 13 | | 227 | 227 | 235 |
| Ventas Canada Finance Limited, 3.00% Sep. 01 19, Series "A" | | 560 | 562 | 574 |
| Ventas Canada Finance Limited, 4.125% Jun. 30 24, Series "B" | | 114 | 114 | 120 |
| Videotron Ltd., 5.625% Mar. 15 25 | | 507 | 499 | 523 |
| Westcoast Energy Inc., 5.60% Jan. 16 19 | | 603 | 699 | 647 |
| | | | **27,499** | **27,408** |
| **Foreign Bonds and Debentures (5.6%)** | | | | |
| **Australia (0.2%)** | | | | |
| Brookfield Infrastructure Partners L.P., 3.455% Oct. 10 17, Series 1 | | 426 | **435** | **432** |
| **Belgium (0.3%)** | | | | |
| Anheuser-Busch InBev Worldwide Inc., 2.375% Jan. 25 18 | | 716 | **725** | **725** |
| **France (0.3%)** | | | | |
| Pernod Ricard SA, 5.75% Apr. 07 21 | USD | 371 | **459** | **554** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO (Continued)

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (31.0%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (5.6%) (cont'd)** | | | | |
| **United Kingdom (0.3%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 300 | 308 | 309 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 278 | 276 | 282 |
| | | | **584** | **591** |
| **United States (4.5%)** | | | | |
| Aetna Inc., 2.75% Aug. 15 22 | USD | 184 | 227 | 243 |
| Altria Group, Inc., 2.85% Aug. 09 22 | USD | 510 | 525 | 686 |
| American Tower Corporation, 4.50% Jan. 15 18 | USD | 59 | 77 | 81 |
| Boston Properties Limited Partnership, 5.875% Oct. 15 19 | USD | 354 | 436 | 519 |
| CC Holdings GS V LLC/Crown Castle GS III Corp., 3.849% Apr. 15 23 | USD | 50 | 62 | 68 |
| Comcast Cable Communications Holdings, Inc., 9.455% Nov. 15 22 | USD | 124 | 242 | 226 |
| Crown Castle Towers LLC, 6.113% Jun. 15 19 | USD | 554 | 851 | 807 |
| Medtronic, Inc., 3.15% Mar. 15 22 | USD | 690 | 880 | 950 |
| Reynolds American Inc., 8.125% Jun. 23 19 | USD | 368 | 564 | 564 |
| Simon Property Group, L.P., 2.75% Dec. 01 22 | USD | 186 | 182 | 246 |
| Thermo Fisher Scientific Inc., 3.30% Feb. 15 22 | USD | 278 | 354 | 380 |
| Union Pacific Corporation, 4.163% Apr. 15 22 | USD | 241 | 342 | 349 |
| United States Treasury, 1.625% Nov. 15 22 | USD | 116 | 111 | 152 |
| United States Treasury, 2.50% Aug. 15 23 | USD | 200 | 205 | 273 |
| United States Treasury, 2.375% Aug. 15 24 | USD | 381 | 413 | 514 |
| UnitedHealth Group Incorporated, 2.30% Dec. 15 19 | USD | 731 | 927 | 989 |
| UnitedHealth Group Incorporated, 2.875% Dec. 15 21 | USD | 32 | 40 | 44 |
| Verizon Communications Inc., 4.50% Sep. 15 20 | USD | 136 | 164 | 196 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 207 | 228 | 308 |
| Visa Inc., 3.15% Sep. 14 25 | USD | 353 | 497 | 477 |
| Walt Disney Company (The), 2.35% Dec. 01 22 | USD | 478 | 617 | 632 |
| Walt Disney Company (The), 3.15% Sep. 17 25 | USD | 214 | 284 | 292 |
| Wells Fargo & Company, 3.00% Feb. 19 25, Series "N" | USD | 640 | 798 | 826 |
| | | | **9,026** | **9,822** |
| **EQUITIES (64.6%)** | | | | |
| **Canada (46.5%)** | | | | |
| Agnico-Eagle Mines Limited | | 59,158 | 3,263 | 3,339 |
| Alimentation Couche-Tard Inc., Class "B", Subordinated Voting | | 14,600 | 891 | 889 |
| ARC Resources Ltd. | | 12,600 | 381 | 291 |
| Bank of Montreal | | 3,000 | 217 | 290 |
| Bank of Nova Scotia (The) | | 48,100 | 2,926 | 3,596 |
| Canadian National Railway Company | | 8,100 | 627 | 732 |
| Canadian Natural Resources Limited | | 95,596 | 3,451 | 4,091 |
| Canadian Pacific Railway Limited | | 24,700 | 4,877 | 4,732 |
| Canfor Corporation | | 19,400 | 521 | 296 |
| CGI Group Inc., Class "A" | | 123,533 | 4,614 | 7,960 |
| CI Financial Corp. | | 18,400 | 605 | 531 |
| Crescent Point Energy Corp. | | 89,500 | 1,704 | 1,633 |
| Detour Gold Corporation | | 27,200 | 664 | 497 |
| DH Corporation | | 52,000 | 1,798 | 1,159 |
| Emera Incorporated | | 65,900 | 3,101 | 2,991 |
| Empire Company Limited, Non-Voting, Class "A" | | 33,300 | 651 | 523 |
| Enbridge Inc. | | 102,700 | 5,373 | 5,803 |
| Encana Corporation | | 44,600 | 768 | 703 |
| First Quantum Minerals Ltd. | | 25,800 | 544 | 344 |
| Fortis Inc. | | 36,100 | 1,473 | 1,497 |
| Goldcorp Inc. | | 79,400 | 1,830 | 1,451 |
| Hydro One Limited | | 94,900 | 2,243 | 2,238 |
| Intact Financial Corporation | | 60,277 | 5,121 | 5,793 |
| Kelt Exploration Ltd. | | 136,000 | 1,336 | 921 |
| Loblaw Companies Limited | | 34,000 | 2,254 | 2,409 |
| MacDonald, Dettwiler and Associates Ltd. | | 10,546 | 706 | 705 |
| Manulife Financial Corporation | | 161,900 | 3,091 | 3,871 |
| Mitel Networks Corporation | | 138,500 | 1,467 | 1,263 |
| Open Text Corporation | | 34,649 | 2,485 | 2,873 |
| Paramount Resources Ltd., Class "A" | | 32,770 | 1,081 | 592 |
| Pembina Pipeline Corporation | | 16,900 | 597 | 709 |
| Performance Sports Group Ltd. | | 63,271 | 1,264 | 127 |
| Potash Corporation of Saskatchewan Inc. | | 28,165 | 690 | 684 |
| Precision Drilling Corporation | | 386,291 | 2,757 | 2,828 |
| Rogers Communications Inc., Class "B" | | 77,200 | 3,574 | 3,998 |
| Royal Bank of Canada | | 45,600 | 3,346 | 4,144 |
| SEMAFO Inc. | | 75,900 | 290 | 335 |
| Seven Generations Energy Ltd., Class "A" | | 77,200 | 1,393 | 2,417 |
| Shaw Communications Inc., Class "B" | | 42,700 | 1,107 | 1,150 |
| ShawCor Ltd. | | 29,800 | 1,621 | 1,068 |
| Stantec Inc. | | 43,400 | 1,345 | 1,472 |
| Suncor Energy Inc. | | 10,500 | 445 | 461 |
| Toronto-Dominion Bank (The) | | 62,400 | 3,216 | 4,132 |
| Tourmaline Oil Corp. | | 74,200 | 2,907 | 2,665 |
| TransCanada Corporation | | 96,209 | 4,908 | 5,824 |
| Trilogy Energy Corp. | | 98,800 | 2,329 | 746 |
| Trinidad Drilling Ltd. | | 91,500 | 320 | 306 |
| Uni-Sélect Inc. | | 52,300 | 1,579 | 1,542 |
| Valeant Pharmaceuticals International, Inc. | | 14,691 | 2,391 | 286 |
| Waste Connections, Inc. | | 18,656 | 1,572 | 1,965 |
| | | | **97,714** | **100,872** |
| **United Kingdom (0.4%)** | | | | |
| Nielsen Holdings PLC | | 13,700 | **778** | **772** |
| **United States (17.7%)** | | | | |
| Abbott Laboratories | | 58,500 | 3,144 | 3,017 |
| Advance Auto Parts, Inc. | | 4,300 | 797 | 977 |
| Aetna Inc. | | 3,084 | 452 | 514 |
| Alphabet Inc., Class "A" | | 800 | 853 | 852 |
| Anthem, Inc. | | 3,100 | 567 | 598 |
| Apple Inc. | | 7,500 | 1,094 | 1,167 |
| C. R. Bard, Inc. | | 2,900 | 821 | 875 |
| Celgene Corporation | | 6,000 | 917 | 933 |
| Centene Corporation | | 87,129 | 7,188 | 6,611 |
| CIGNA Corporation | | 4,100 | 686 | 735 |
| CVS Health Corporation | | 5,700 | 702 | 604 |
| Dollar General Corporation | | 32,300 | 3,064 | 3,212 |
| Dollar Tree, Inc. | | 23,500 | 2,431 | 2,435 |
| Kroger Co. (The) | | 33,500 | 1,494 | 1,553 |
| McKesson Corporation | | 2,479 | 590 | 468 |
| Mednax, Inc. | | 94,470 | 4,541 | 8,457 |
| Medtronic PLC | | 7,800 | 826 | 746 |
| Microsoft Corporation | | 8,800 | 701 | 734 |
| Newell Brands Inc. | | 12,200 | 746 | 731 |
| Ryder System, Inc. | | 13,918 | 1,105 | 1,391 |
| SPX FLOW, Inc. | | 12,579 | 608 | 541 |
| Walgreens Boots Alliance, Inc. | | 3,898 | 414 | 433 |
| Zimmer Biomet Holdings, Inc. | | 6,500 | 885 | 901 |
| | | | **34,626** | **38,485** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.6%)** | | | **199,469** | **207,422** |
| **TRANSACTION COSTS (0.0%)** | | | **(97)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (95.6%)** | | | **199,372** | **207,422** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.1%)** | | | **–** | **(95)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.3%)** | | | | |
| Canadian | | | 3,859 | 3,859 |
| Foreign | | | 1,093 | 1,096 |
| | | | **4,952** | **4,955** |
| **OTHER NET ASSETS (LIABILITIES) (2.2%)** | | | | **4,693** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | | **216,975** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 19-Jan-17 | CAD 2,964 | (USD) (2,200) | 0.742 | 0.745 | 11 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 2,155 | (USD) (1,600) | 0.742 | 0.745 | 7 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 1,348 | (USD) (1,000) | 0.742 | 0.745 | 6 |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | USD 900 | (CAD) (1,205) | 1.338 | 1.342 | 3 |
| | | | | | | | **27** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 16,007 | (USD) (11,975) | 0.748 | 0.745 | (63) |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 2,570 | (USD) (1,925) | 0.749 | 0.745 | (14) |
| Royal Bank of Canada | A-1+ | 24-Feb-17 | CAD 1,883 | (USD) (1,411) | 0.749 | 0.745 | (10) |
| Bank of Montreal | A-1 | 24-Feb-17 | CAD 1,176 | (USD) (881) | 0.749 | 0.745 | (6) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 3,571 | (USD) (2,675) | 0.749 | 0.745 | (20) |
| Toronto-Dominion Bank (The) | A-1+ | 24-Feb-17 | CAD 1,237 | (USD) (925) | 0.748 | 0.745 | (4) |
| Canadian Imperial Bank of Commerce | A-1 | 24-Feb-17 | CAD 2,818 | (USD) (2,108) | 0.748 | 0.745 | (11) |
| Bank of Montreal | A-1 | 24-Feb-17 | USD 600 | (CAD) (806) | 1.344 | 1.342 | (1) |
| | | | | | | | **(129)** |

***Unrealized Gain (Loss) on Futures Contracts***

| Futures Contracts | Number of Contracts Bought (Sold) | | Price ($) | Delivery Date | Notional Cost ($000s) | Carrying Value ($000s) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|---|---|
| Government of Canada 10 Year Bond Futures, Mar. 17 | (5) | CAD | 138.8600 | 22-Mar-17 | (695) | (688) | 7 |
| United States Treasury 2 Year Bond Futures, Mar. 17 | (1) | USD | 108.4688 | 31-Mar-17 | (291) | (291) | – |
| | | | | | **(986)** | **(979)** | **7** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Value Balanced Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve a high level of interest and dividend income and long-term capital appreciation by investing primarily in Canadian equity securities and debt obligations, including corporate bonds that are rated below investment grade, as well as in securities of other mutual funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 4,726 | 9,167 |
| 1-3 years | 21,488 | 22,701 |
| 3-5 years | 13,588 | 18,312 |
| 5-10 years | 25,716 | 28,887 |
| > 10 years | 1,782 | 1,908 |
| | **67,300** | **80,975** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $662,000 or approximately 0.3% (June 30, 2016 – $817,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 52,295 | (33,811) | 18,484 | 8.5 |
| Israeli Shekel | 13 | – | 13 | 0.0 |
| | **52,308** | **(33,811)** | **18,497** | **8.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 62,298 | (37,972) | 24,326 | 9.8 |
| Israeli Shekel | 13 | – | 13 | 0.0 |
| | **62,311** | **(37,972)** | **24,339** | **9.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,850,000 or approximately 0.9% (June 30, 2016 – $2,434,000 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 64.6% (June 30, 2016 – 61.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $14,013,000 (June 30, 2016 – $15,314,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | – | – | 5.6 | 1.8 |
| AAA | 29.5 | 9.1 | 27.3 | 8.9 |
| AA | 11.6 | 3.6 | 10.5 | 3.4 |
| A | 38.0 | 11.9 | 35.3 | 11.8 |
| BBB | 19.7 | 6.1 | 20.3 | 6.6 |
| BB | 0.8 | 0.2 | 0.6 | 0.2 |
| Unrated | 0.4 | 0.1 | 0.4 | 0.1 |
| | **100.0** | **31.0** | **100.0** | **32.8** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

# Dynamic Value Balanced Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **31.0** | **31.0** |
| **Canadian Bonds and Debentures** | | |
| Federal | 8.0 | 7.9 |
| Provincial | 4.8 | 4.4 |
| Corporate | 12.6 | 13.2 |
| **Foreign Bonds and Debentures** | | |
| Australia | 0.2 | 0.4 |
| Belgium | 0.3 | 0.3 |
| France | 0.3 | 0.2 |
| United Kingdom | 0.3 | 0.4 |
| United States | 4.5 | 4.2 |
| **EQUITIES** | **64.6** | **61.7** |
| Canada | 46.5 | 40.5 |
| United Kingdom | 0.4 | – |
| United States | 17.7 | 21.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.3** | **6.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 140,129 | – | – | 140,129 |
| Bonds and debentures | – | 67,293 | – | 67,293 |
| Unrealized gain on currency forward contracts | – | 27 | – | 27 |
| Unrealized gain on currency spot contracts | – | 9 | – | 9 |
| Unrealized gain on futures contracts | 7 | – | – | 7 |
| | **140,136** | **67,329** | **–** | **207,465** |
| Unrealized loss on currency forward contracts | – | (129) | – | (129) |
| | **140,136** | **67,200** | **–** | **207,336** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 153,141 | – | – | 153,141 |
| Bonds and debentures | – | 76,672 | – | 76,672 |
| Money market instruments | – | 4,576 | – | 4,576 |
| Unrealized gain on currency forward contracts | – | 65 | – | 65 |
| | **153,141** | **81,313** | **–** | **234,454** |
| Unrealized loss on currency forward contracts | – | (122) | – | (122) |
| Unrealized loss on futures contracts | (273) | – | – | (273) |
| | **152,868** | **81,191** | **–** | **234,059** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 27 | (27) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **27** | **(27)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 129 | (27) | – | 102 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **129** | **(27)** | **–** | **102** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 65 | – | – | 65 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **65** | **–** | **–** | **65** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 122 | – | – | 122 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **122** | **–** | **–** | **122** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 12.62 | 12.62 | 12.45 | 12.45 |
| Series E | 10.71 | 10.71 | 10.55 | 10.55 |
| Series F | 14.24 | 14.24 | 13.94 | 13.94 |
| Series FT | 9.49 | 9.49 | 9.50 | 9.50 |
| Series G | 12.84 | 12.84 | 12.68 | 12.68 |
| Series I | 15.80 | 15.81 | 15.42 | 15.42 |
| Series IT | 9.15 | 9.15 | 9.36 | 9.36 |
| Series O | 19.27 | 19.28 | 18.78 | 18.78 |
| Series T | 8.73 | 8.74 | 8.81 | 8.81 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 283,833 | 326,153 |
| Unrealized gain on currency forward contracts | 3 | 100 |
| Receivable for securities sold | 3,525 | 2,437 |
| Subscriptions receivable | 659 | 1,195 |
| Accrued investment income and other | 25 | 206 |
| | **288,045** | **330,091** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 753 | 759 |
| Management fee payable | 380 | 443 |
| Redemptions payable | 1,190 | 949 |
| Accrued expenses | 67 | 75 |
| Distributions payable | 418 | – |
| Unrealized loss on currency forward contracts | 30 | 7 |
| | **2,838** | **2,233** |
| **Net assets attributable to holders of redeemable shares** | **285,207** | **327,858** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 90,745 | 107,381 |
| Series E | 15,104 | 20,624 |
| Series F | 64,292 | 79,629 |
| Series FH (in equivalent CAD) | 4,442 | 5,414 |
| Series FT | 54,279 | 43,150 |
| Series H (in equivalent CAD) | 4,306 | 4,927 |
| Series IP | 13,555 | 18,702 |
| Series T | 38,484 | 48,031 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES – USD** | | |
| Series FH | 3,308 | 4,163 |
| Series H | 3,207 | 3,788 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 11.97 | 11.59 |
| Series E | 11.85 | 11.47 |
| Series F | 12.59 | 12.12 |
| Series FH (in equivalent CAD) | 14.33 | 13.36 |
| Series FT | 9.36 | 9.31 |
| Series H (in equivalent CAD) | 15.26 | 14.30 |
| Series IP | 12.88 | 12.33 |
| Series T | 9.41 | 9.42 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series FH | 10.67 | 10.27 |
| Series H | 11.37 | 11.00 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 13,618 | 16,913 |
| Net realized gain (loss) on non-derivative financial assets | (4,620) | (3) |
| Change in unrealized gain (loss) on non-derivative financial assets | 4,444 | (14,821) |
| Change in unrealized gain (loss) on currency forward contracts | (120) | 165 |
| Net gain (loss) on investments | **13,322** | **2,254** |
| Net realized and unrealized foreign currency translation gain (loss) | 426 | 2,021 |
| Total income (loss), net | **13,748** | **4,275** |
| **EXPENSES** | | |
| Management fees (note 5) | 2,060 | 2,654 |
| Fixed administration fees (note 6) | 364 | 448 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | – |
| Harmonized Sales Tax/Goods and Services Tax | 270 | 363 |
| Total expenses | **2,697** | **3,466** |
| Expenses absorbed by the Manager | (25) | (98) |
| Net expenses | **2,672** | **3,368** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **11,076** | **907** |
| Income tax recovery (expense) | 52 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **11,128** | **907** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 3,207 | (629) |
| Series E | 608 | (128) |
| Series F | 2,633 | (134) |
| Series FH (in equivalent CAD) | 350 | 1,528 |
| Series FT | 1,837 | (141) |
| Series H (in equivalent CAD) | 302 | 639 |
| Series IP | 741 | 45 |
| Series T | 1,450 | (273) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 265 | 1,156 |
| Series H | 229 | 484 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.38 | (0.06) |
| Series E | 0.38 | (0.05) |
| Series F | 0.46 | (0.02) |
| Series FH (in equivalent CAD) | 0.97 | 1.59 |
| Series FT | 0.36 | (0.06) |
| Series H (in equivalent CAD) | 0.94 | 1.53 |
| Series IP | 0.54 | 0.02 |
| Series T | 0.30 | (0.05) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE – USD†** | | |
| Series FH | 0.74 | 1.20 |
| Series H | 0.72 | 1.16 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 8,444,300 | 10,040,070 |
| Series E | 1,622,848 | 2,368,881 |
| Series F | 5,730,530 | 6,146,939 |
| Series FH | 362,054 | 956,799 |
| Series FT | 5,228,328 | 2,364,564 |
| Series H | 319,562 | 416,460 |
| Series IP | 1,379,240 | 2,069,840 |
| Series T | 4,778,268 | 5,736,212 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 107,381 | 117,532 |
| Series E | 20,624 | 28,079 |
| Series F | 79,629 | 65,116 |
| Series FH | 5,414 | 11,223 |
| Series FT | 43,150 | 14,472 |
| Series H | 4,927 | 6,755 |
| Series IP | 18,702 | 25,631 |
| Series T | 48,031 | 59,410 |
| | **327,858** | **328,218** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 3,207 | (629) |
| Series E | 608 | (128) |
| Series F | 2,633 | (134) |
| Series FH | 350 | 1,528 |
| Series FT | 1,837 | (141) |
| Series H | 302 | 639 |
| Series IP | 741 | 45 |
| Series T | 1,450 | (273) |
| | **11,128** | **907** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series FT | (601) | (192) |
| Series T | (765) | (687) |
| From return of capital | | |
| Series FT | (1,031) | (617) |
| Series T | (724) | (1,208) |
| | **(3,121)** | **(2,704)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 6,090 | 37,489 |
| Series E | 4,238 | 12,840 |
| Series F | 11,592 | 40,198 |
| Series FH | 341 | 7,369 |
| Series FT | 15,663 | 25,888 |
| Series H | 87 | 1,425 |
| Series IP | 100 | 6,195 |
| Series T | 3,398 | 15,940 |
| Reinvested distributions | | |
| Series FT | 146 | 63 |
| Series T | 431 | 503 |
| Payments on redemption | | |
| Series A | (25,933) | (19,756) |
| Series E | (10,366) | (15,265) |
| Series F | (29,562) | (8,846) |
| Series FH | (1,663) | (687) |
| Series FT | (4,885) | (928) |
| Series H | (1,010) | (3,182) |
| Series IP | (5,988) | (9,562) |
| Series T | (13,337) | (14,064) |
| | **(50,658)** | **75,620** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (16,636) | 17,104 |
| Series E | (5,520) | (2,553) |
| Series F | (15,337) | 31,218 |
| Series FH | (972) | 8,210 |
| Series FT | 11,129 | 24,073 |
| Series H | (621) | (1,118) |
| Series IP | (5,147) | (3,322) |
| Series T | (9,547) | 211 |
| | **(42,651)** | **73,823** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 90,745 | 134,636 |
| Series E | 15,104 | 25,526 |
| Series F | 64,292 | 96,334 |
| Series FH | 4,442 | 19,433 |
| Series FT | 54,279 | 38,545 |
| Series H | 4,306 | 5,637 |
| Series IP | 13,555 | 22,309 |
| Series T | 38,484 | 59,621 |
| | **285,207** | **402,041** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 11,128 | 907 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 4,620 | 3 |
| Unrealized foreign currency translation (gain) loss | – | (2,025) |
| Change in unrealized (gain) loss on non-derivative financial assets | (4,444) | 14,821 |
| Change in unrealized (gain) loss on currency forward contracts | 120 | (165) |
| Other non-cash transactions | (13,617) | (16,912) |
| Purchases of portfolio investments | (8,655) | (86,013) |
| Proceeds from sale of portfolio investments | 63,328 | 8,709 |
| Accrued investment income and other | 181 | 104 |
| Accrued expenses and other payables | (71) | 106 |
| **Net cash provided by (used in) operating activities** | **52,590** | **(80,465)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 22,231 | 122,195 |
| Amounts paid on redemption of redeemable shares | (72,689) | (44,939) |
| Distributions to shareholders of redeemable shares | (2,126) | (1,727) |
| **Net cash provided by (used in) financing activities** | **(52,584)** | **75,529** |
| Unrealized foreign currency translation gain (loss) | – | 2,025 |
| Net increase (decrease) in cash | 6 | (2,911) |
| Cash (bank overdraft), beginning of period | (759) | 3,832 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(753)** | **921** |
| Interest paid[1] | 2 | – |
| Interest received[1] | 1 | 1 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.5%)** | | | |
| Dynamic Alternative Yield Fund, Series "O" | 27,529,877 | **304,582** | **283,833** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | **304,582** | **283,833** |
| **TRANSACTION COSTS (0.0%)** | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | **304,582** | **283,833** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0%)** | | **–** | **(27)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–0.3%)** | | | |
| Canadian | | (753) | (753) |
| Foreign | | – | – |
| | | **(753)** | **(753)** |
| **OTHER NET ASSETS (LIABILITIES) (0.8%)** | | | **2,154** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **285,207** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Class (Unaudited – Continued)

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 141 | (USD) (104) | 0.737 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 226 | (USD) (167) | 0.740 | 0.745 | 1 |
| | | | | | | | **3** |

***Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 155 | (USD) (116) | 0.745 | 0.745 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 108 | (USD) (81) | 0.752 | 0.745 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 6,814 | (CAD) (9,176) | 1.347 | 1.342 | (28) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 82 | (CAD) (111) | 1.351 | 1.342 | (1) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 73 | (CAD) (98) | 1.346 | 1.342 | – |
| | | | | | | | **(30)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve high income and long-term capital growth by investing primarily in a diversified portfolio of income-oriented securities.

The Fund invests in units of Dynamic Alternative Yield Fund (the "Underlying Fund"). The significant risk exposures of the Underlying Fund and the Fund's sensitivities to these exposures are indicated below.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Underlying Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | – | 867 |
| 1-3 years | 1,917 | 1,967 |
| 3-5 years | – | – |
| 5-10 years | 839 | 537 |
| > 10 years | 499 | 493 |
| | **3,255** | **3,864** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $28,000 or approximately 0.0% (June 30, 2016 – $25,000 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Underlying Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Underlying Fund net of currency hedging contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 304,316 | (131,035) | 173,281 | 61.1 |
| Euro | 24,666 | (24,073) | 593 | 0.2 |
| Australian Dollar | 4,425 | (4,283) | 142 | 0.0 |
| Pound Sterling | 4 | – | 4 | 0.0 |
| | **333,411** | **(159,391)** | **174,020** | **61.3** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 12,765 | (12,752) | 13 | 0.0 |
| | **12,765** | **(12,752)** | **13** | **0.0** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 263,185 | (198,888) | 64,297 | 19.7 |
| Euro | 15,374 | (15,077) | 297 | 0.1 |
| Pound Sterling | 9,321 | (8,880) | 441 | 0.1 |
| Israeli Shekel | 71 | – | 71 | 0.0 |
| | **287,951** | **(222,845)** | **65,106** | **19.9** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 14,848 | (14,693) | 155 | 0.0 |
| | **14,848** | **(14,693)** | **155** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $17,403,000 or approximately 6.1% (June 30, 2016 – $6,526,000 or approximately 2.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, derivatives and commodities, as applicable. As at December 31, 2016, approximately 65.5% (June 30, 2016 – 67.3%) of the Underlying Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $18,579,000 (June 30, 2016 – $21,959,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Underlying Fund, as applicable.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| BB | 15.7 | 0.2 | 9.4 | 0.1 |
| B | 10.8 | 0.1 | 6.7 | 0.1 |
| Unrated | 73.5 | 0.8 | 83.9 | 1.0 |
| | **100.0** | **1.1** | **100.0** | **1.2** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Underlying Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **1.1** | **1.2** |
| **Canadian Bonds and Debentures** | | |
| Corporate | 1.1 | 1.2 |
| **EQUITIES** | **53.1** | **55.0** |
| Australia | 1.5 | – |
| Canada | 0.5 | 2.1 |
| France | 3.2 | – |
| Ireland | 0.0 | – |
| Italy | 2.7 | 2.2 |
| Spain | 2.7 | 2.5 |
| United Kingdom | 0.0 | 2.8 |
| United States | 42.5 | 45.4 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **12.1** | **11.8** |
| **PURCHASED OPTIONS** | **0.3** | **0.9** |
| **WRITTEN OPTIONS** | **(0.2)** | **(0.4)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **31.3** | **30.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 283,833 | – | – | 283,833 |
| Unrealized gain on currency forward contracts | – | 3 | – | 3 |
| | **283,833** | **3** | **–** | **283,836** |
| Unrealized loss on currency forward contracts | – | (30) | – | (30) |
| | **283,833** | **(27)** | **–** | **283,806** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 326,153 | – | – | 326,153 |
| Unrealized gain on currency forward contracts | – | 100 | – | 100 |
| | **326,153** | **100** | **–** | **326,253** |
| Unrealized loss on currency forward contracts | – | (7) | – | (7) |
| | **326,153** | **93** | **–** | **326,246** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 3 | (3) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **3** | **(3)** | **–** | **–** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 30 | (3) | – | 27 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **30** | **(3)** | **–** | **27** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 100 | (7) | – | 93 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **100** | **(7)** | **–** | **93** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 7 | (7) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **7** | **(7)** | **–** | **–** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Alternative Yield Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Alternative Yield Fund, Series "O" | 283,833 | 20.6 |
| | **283,833** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Alternative Yield Fund, Series "O" | 326,153 | 21.0 |
| | **326,153** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Global Infrastructure Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 30,135 | 17,814 |
| Cash | 606 | 797 |
| Subscriptions receivable | 202 | 321 |
| Accrued investment income and other | 7 | 19 |
| | **30,950** | **18,951** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 44 | 28 |
| Payable for securities purchased | 339 | 715 |
| Redemptions payable | 30 | 7 |
| Accrued expenses | 7 | 5 |
| Distributions payable | 28 | – |
| | **448** | **755** |
| **Net assets attributable to holders of redeemable shares** | **30,502** | **18,196** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 16,283 | 11,765 |
| Series F | 12,014 | 5,470 |
| Series FT | 1,117 | 444 |
| Series T | 1,088 | 517 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 10.96 | 11.37 |
| Series F | 11.13 | 11.46 |
| Series FT | 10.47 | 11.01 |
| Series T | 10.30 | 10.92 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 602 | 16 |
| Net realized gain (loss) on non-derivative financial assets | (18) | – |
| Change in unrealized gain (loss) on non-derivative financial assets | (1,025) | 23 |
| Total income (loss), net | **(441)** | **39** |
| **EXPENSES** | | |
| Management fees (note 5) | 218 | 6 |
| Fixed administration fees (note 6) | 36 | 1 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 25 | 1 |
| Total expenses | **280** | **9** |
| Expenses absorbed by the Manager | (7) | (2) |
| Net expenses | **273** | **7** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **(714)** | **32** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | (423) | 30 |
| Series F | (263) | 1 |
| Series FT | (6) | –** |
| Series T | (22) | 1 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE† | | |
| Series A | (0.32) | 0.47 |
| Series F | (0.29) | 0.11 |
| Series FT | (0.10) | (0.03) |
| Series T | (0.26) | 0.46 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 1,302,861 | 66,138 |
| Series F | 921,538 | 12,140 |
| Series FT | 59,580 | 6,279 |
| Series T | 83,320 | 2,023 |

**This yields a non-zero amount which rounds to zero.

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 11,765 | – |
| Series F | 5,470 | – |
| Series FT | 444 | – |
| Series T | 517 | – |
| | **18,196** | **–** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | (423) | 30 |
| Series F | (263) | 1 |
| Series FT | (6) | – |
| Series T | (22) | 1 |
| | **(714)** | **32** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (174) | (12) |
| Series F | (107) | (2) |
| Series FT | (6) | (1) |
| Series T | (8) | (1) |
| From return of capital | | |
| Series FT | (16) | (1) |
| Series T | (23) | – |
| | **(334)** | **(17)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 8,948 | 1,407 |
| Series F | 9,230 | 270 |
| Series FT | 805 | 112 |
| Series T | 770 | 38 |
| Reinvested distributions | | |
| Series A | 169 | 12 |
| Series F | 97 | 1 |
| Series FT | 4 | – |
| Series T | 12 | – |
| Payments on redemption | | |
| Series A | (4,002) | – |
| Series F | (2,413) | (33) |
| Series FT | (108) | – |
| Series T | (158) | – |
| | **13,354** | **1,807** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 4,518 | 1,437 |
| Series F | 6,544 | 237 |
| Series FT | 673 | 110 |
| Series T | 571 | 38 |
| | **12,306** | **1,822** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 16,283 | 1,437 |
| Series F | 12,014 | 237 |
| Series FT | 1,117 | 110 |
| Series T | 1,088 | 38 |
| | **30,502** | **1,822** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | (714) | 32 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 18 | – |
| Change in unrealized (gain) loss on non-derivative financial assets | 1,025 | (23) |
| Other non-cash transactions | (602) | (16) |
| Purchases of portfolio investments | (14,932) | (1,635) |
| Proceeds from sale of portfolio investments | 1,794 | – |
| Accrued investment income and other | 12 | (2) |
| Accrued expenses and other payables | 18 | 2 |
| **Net cash provided by (used in) operating activities** | **(13,381)** | **(1,642)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 18,931 | 1,827 |
| Amounts paid on redemption of redeemable shares | (5,717) | (33) |
| Distributions to shareholders of redeemable shares | (24) | (1) |
| **Net cash provided by (used in) financing activities** | **13,190** | **1,793** |
| Net increase (decrease) in cash | (191) | 151 |
| Cash (bank overdraft), beginning of period | 797 | – |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **606** | **151** |
| Dividends received, net of withholding taxes[1] | – | – |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Infrastructure Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (98.8%)** | | | |
| Dynamic Global Infrastructure Fund, Series "O" | 1,679,789 | **30,318** | **30,135** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.8%)** | | **30,318** | **30,135** |
| **TRANSACTION COSTS (0.0%)** | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.8%)** | | **30,318** | **30,135** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.0%)** | | | |
| Canadian | | 606 | 606 |
| Foreign | | – | – |
| | | **606** | **606** |
| **OTHER NET ASSETS (LIABILITIES) (–0.8%)** | | | **(239)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **30,502** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Global Infrastructure Class (Unaudited)

**FUND SPECIFIC NOTES**
For the period indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide long-term capital appreciation and income primarily through investment in a diversified portfolio of infrastructure and related companies from around the globe.

The Fund invests in units of Dynamic Global Infrastructure Fund (the "Underlying Fund"). The significant risk exposures of the Underlying Fund and the Fund's sensitivities to these exposures are indicated below.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Underlying Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Underlying Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Underlying Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 7,234 | (4,185) | 3,049 | 10.1 |
| Euro | 4,537 | (4,058) | 479 | 1.6 |
| Pound Sterling | 3,422 | (2,359) | 1,062 | 3.5 |
| Australian Dollar | 2,426 | (1,836) | 591 | 2.0 |
| Danish Krone | 902 | (794) | 108 | 0.4 |
| New Zealand Dollar | 588 | (470) | 118 | 0.4 |
| | **19,109** | **(13,702)** | **5,407** | **17.9** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 4,038 | (2,713) | 1,325 | 7.4 |
| Euro | 2,312 | (1,953) | 359 | 2.0 |
| Pound Sterling | 2,035 | (1,257) | 778 | 4.4 |
| Australian Dollar | 1,290 | (1,049) | 241 | 1.4 |
| Danish Krone | 466 | (366) | 100 | 0.6 |
| | **10,141** | **(7,338)** | **2,803** | **15.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $541,000 or approximately 1.8% (June 30, 2016 – $280,000 or approximately 1.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, derivatives and commodities, as applicable. As at December 31, 2016, approximately 87.9% (June 30, 2016 – 82.1%) of the Underlying Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $2,651,000 (June 30, 2016 – $1,463,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Underlying Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Underlying Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **87.8** | **82.1** |
| Australia | 7.9 | 7.1 |
| Canada | 26.8 | 25.8 |
| Denmark | 3.0 | 2.6 |
| France | 7.7 | 5.8 |
| Germany | 1.5 | 2.6 |
| Italy | 2.6 | 2.3 |
| New Zealand | 1.9 | – |
| Spain | 3.0 | 2.4 |
| United Kingdom | 11.2 | 11.2 |
| United States | 22.2 | 22.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **11.6** | **16.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 30,135 | – | – | 30,135 |
| | **30,135** | **–** | **–** | **30,135** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 17,814 | – | – | 17,814 |
| | **17,814** | **–** | **–** | **17,814** |

*The accompanying notes are an integral part of these financial statements.*

**FUND SPECIFIC NOTES**
For the period indicated in note 1

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Global Infrastructure Fund, Series "O" | 30,135 | 3.2 |
| | **30,135** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Global Infrastructure Fund, Series "O" | 17,814 | 2.6 |
| | **17,814** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Premium Yield Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 25,232 | 9,089 |
| Purchased options | 469 | 295 |
| Unrealized gain on currency forward contracts | 22 | 23 |
| Cash | 6,004 | 24,058 |
| Deposits with brokers for securities sold short | – | 642 |
| Margin deposited on derivatives | 12,650 | 10,069 |
| Receivable for securities sold | 1,016 | 143 |
| Subscriptions receivable | 259 | 227 |
| Accrued investment income and other | 13 | 43 |
| | **45,665** | **44,589** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Non-derivative financial liabilities | – | 648 |
| Management fee payable | 57 | 53 |
| Payable for securities purchased | 75 | 891 |
| Redemptions payable | 206 | 128 |
| Accrued expenses | 10 | 10 |
| Distributions payable | 12 | – |
| Liability for written options | 685 | 513 |
| Unrealized loss on currency forward contracts | 98 | 198 |
| | **1,143** | **2,441** |
| **Net assets attributable to holders of redeemable shares** | **44,522** | **42,148** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 22,051 | 19,601 |
| Series F | 19,691 | 18,094 |
| Series FT | 1,605 | 3,759 |
| Series T | 1,175 | 694 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 10.08 | 10.03 |
| Series F | 10.19 | 10.08 |
| Series FT | 9.69 | 9.88 |
| Series T | 9.60 | 9.84 |

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 |
|---|---|
| **INCOME** | |
| Net gain (loss) on investments | |
| Dividends | 172 |
| Interest for distribution purposes | 34 |
| Net realized gain (loss) on non-derivative financial assets | 275 |
| Net realized gain (loss) on non-derivative financial liabilities | (43) |
| Net realized gain (loss) on options contracts | 805 |
| Net realized gain (loss) on currency forward contracts | (574) |
| Net realized gain (loss) on futures contracts | (121) |
| Change in unrealized gain (loss) on non-derivative financial assets | 75 |
| Change in unrealized gain (loss) on non-derivative financial liabilities | 6 |
| Change in unrealized gain (loss) on options contracts | 20 |
| Change in unrealized gain (loss) on currency forward contracts | 99 |
| Dividend and interest expense on securities sold short | (3) |
| Net gain (loss) on investments | **745** |
| Net realized and unrealized foreign currency translation gain (loss) | 84 |
| Total income (loss), net | **829** |
| **EXPENSES** | |
| Management fees (note 5) | 303 |
| Fixed administration fees (note 6) | 56 |
| Independent Review Committee fees | 1 |
| Interest expense and bank overdraft charges | 1 |
| Foreign withholding taxes/tax reclaims | 22 |
| Other fund costs | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 46 |
| Transaction costs | 44 |
| Total expenses | **474** |
| Expenses absorbed by the Manager | (1) |
| Net expenses | **473** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **356** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | |
| Series A | 98 |
| Series F | 222 |
| Series FT | 29 |
| Series T | 7 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | |
| Series A | 0.05 |
| Series F | 0.11 |
| Series FT | 0.10 |
| Series T | 0.08 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | |
| Series A | 2,124,738 |
| Series F | 1,966,346 |
| Series FT | 291,902 |
| Series T | 86,643 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Class (Unaudited – Continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | |
| Series A | 19,601 |
| Series F | 18,094 |
| Series FT | 3,759 |
| Series T | 694 |
| | **42,148** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | |
| Series A | 98 |
| Series F | 222 |
| Series FT | 29 |
| Series T | 7 |
| | **356** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | |
| From net investment income | |
| Series A | (3) |
| Series F | (3) |
| From return of capital | |
| Series FT | (84) |
| Series T | (27) |
| | **(117)** |
| **REDEEMABLE SHARE TRANSACTIONS** | |
| Proceeds from issue | |
| Series A | 7,425 |
| Series F | 11,644 |
| Series FT | 588 |
| Series T | 574 |
| Reinvested distributions | |
| Series A | 3 |
| Series F | 3 |
| Series FT | 12 |
| Series T | 2 |
| Payments on redemption | |
| Series A | (5,073) |
| Series F | (10,269) |
| Series FT | (2,699) |
| Series T | (75) |
| | **2,135** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | |
| Series A | 2,450 |
| Series F | 1,597 |
| Series FT | (2,154) |
| Series T | 481 |
| | **2,374** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | |
| Series A | 22,051 |
| Series F | 19,691 |
| Series FT | 1,605 |
| Series T | 1,175 |
| | **44,522** |

## STATEMENT OF CASH FLOWS

For the period ended December 31 (note 1),

| (in $000s) | 2016 |
|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 356 |
| Adjustments for: | |
| Net realized (gain) loss on non-derivative financial assets | (275) |
| Net realized (gain) loss on non-derivative financial liabilities | 43 |
| Net realized (gain) loss on options contracts | (805) |
| Unrealized foreign currency translation (gain) loss | 9 |
| Change in unrealized (gain) loss on non-derivative financial assets | (75) |
| Change in unrealized (gain) loss on non-derivative financial liabilities | (6) |
| Change in unrealized (gain) loss on options contracts | (20) |
| Change in unrealized (gain) loss on currency forward contracts | (99) |
| Purchases of portfolio investments | (51,237) |
| Proceeds from sale of portfolio investments | 33,893 |
| Deposits with brokers for securities sold short | 642 |
| Margin deposited on derivatives | (2,581) |
| Accrued investment income and other | 30 |
| Accrued expenses and other payables | 4 |
| **Net cash provided by (used in) operating activities** | **(20,121)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | |
| Proceeds from issue of redeemable shares | 19,443 |
| Amounts paid on redemption of redeemable shares | (17,282) |
| Distributions to shareholders of redeemable shares | (85) |
| **Net cash provided by (used in) financing activities** | **2,076** |
| Unrealized foreign currency translation gain (loss) | (9) |
| Net increase (decrease) in cash | (18,054) |
| Cash (bank overdraft), beginning of period | 24,058 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **6,004** |
| Interest paid[1] | 1 |
| Interest received[1] | 41 |
| Dividends paid[1] | 3 |
| Dividends received, net of withholding taxes[1] | 143 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (56.7%)** | | | |
| **Belgium (0.8%)** | | | |
| Anheuser-Busch InBev NV/SA, Sponsored ADR | 2,500 | **347** | **354** |
| **Ireland (0.1%)** | | | |
| Ingersoll-Rand PLC | 278 | **28** | **28** |
| **United Kingdom (3.4%)** | | | |
| Aon PLC, Class "A" | 212 | 30 | 32 |
| Delphi Automotive PLC | 71 | 6 | 6 |
| Nielsen Holdings PLC | 10,500 | 691 | 591 |
| Royal Dutch Shell PLC, Sponsored ADR, "B" Shares | 11,500 | 814 | 895 |
| | | **1,541** | **1,524** |
| **United States (52.4%)** | | | |
| 3M Company | 388 | 89 | 93 |
| AbbVie Inc. | 1,247 | 104 | 105 |
| Accenture PLC, Class "A" | 428 | 68 | 67 |
| Activision Blizzard, Inc. | 18,000 | 924 | 873 |
| Adobe Systems Incorporated | 597 | 86 | 83 |
| AES Corporation (The) | 135 | 2 | 2 |
| Alaska Air Group, Inc. | 202 | 22 | 24 |
| Alerian MLP ETF | 27,000 | 447 | 457 |
| Altria Group, Inc. | 736 | 64 | 67 |
| Amazon.com, Inc. | 900 | 896 | 907 |
| American Express Company | 312 | 28 | 31 |
| American Tower Corporation | 241 | 35 | 34 |
| American Water Works Company, Inc. | 25 | 2 | 2 |
| Amphenol Corporation, Class "A" | 146 | 13 | 13 |
| Anadarko Petroleum Corporation | 2,800 | 254 | 262 |
| Apple Inc. | 9,773 | 1,420 | 1,520 |
| Archer Daniels Midland Company | 595 | 35 | 36 |
| Baxter International Inc. | 740 | 47 | 44 |
| Berkshire Hathaway Inc., Class "B" | 187 | 36 | 41 |
| Best Buy Co., Inc. | 740 | 45 | 42 |
| Boeing Company (The) | 211 | 37 | 44 |
| Bristol-Myers Squibb Company | 1,198 | 82 | 94 |
| Broadcom Limited | 2,000 | 458 | 475 |
| Cabot Oil & Gas Corporation | 4,700 | 155 | 147 |
| CBRE Group, Inc., Class "A" | 46 | 2 | 2 |
| CBS Corporation, Class "B", Non-Voting | 631 | 48 | 54 |
| Cerner Corporation | 48 | 4 | 3 |
| Chevron Corporation | 509 | 77 | 80 |
| Citizens Financial Group, Inc. | 2,614 | 93 | 125 |
| Colgate-Palmolive Company | 737 | 72 | 65 |
| Costco Wholesale Corporation | 4,400 | 867 | 946 |
| Crown Castle International Corp. | 1,300 | 153 | 151 |
| Digital Realty Trust, Inc. | 267 | 32 | 35 |
| Dollar Tree, Inc. | 12,600 | 1,363 | 1,306 |
| Eastman Chemical Company | 381 | 38 | 38 |
| Edwards Lifesciences Corporation | 397 | 50 | 50 |
| Electronic Arts, Inc. | 777 | 81 | 82 |
| Eli Lilly and Company | 3,500 | 339 | 346 |
| EOG Resources, Inc. | 1,300 | 158 | 176 |
| Estee Lauder Companies Inc. (The), Class "A" | 31 | 4 | 3 |
| F5 Networks, Inc. | 193 | 36 | 38 |
| Facebook, Inc., Class "A" | 6,130 | 992 | 948 |
| General Mills, Inc. | 421 | 35 | 35 |
| Harley-Davidson, Inc. | 255 | 20 | 20 |
| Hasbro, Inc. | 34 | 4 | 4 |
| Henry Schein, Inc. | 241 | 48 | 49 |
| Home Depot, Inc. (The) | 265 | 46 | 48 |
| Intel Corporation | 6,800 | 317 | 331 |
| International Paper Company | 194 | 12 | 14 |
| Kimberly-Clark Corporation | 1,400 | 223 | 215 |
| KLA-Tencor Corporation | 551 | 52 | 58 |
| Kraft Heinz Company (The) | 2,500 | 281 | 293 |
| Leggett & Platt, Incorporated | 285 | 18 | 19 |
| Lincoln National Corporation | 386 | 34 | 34 |
| LKQ Corporation | 101 | 4 | 4 |
| LyondellBasell Industries NV, Class "A" | 317 | 32 | 37 |
| Marathon Oil Corporation | 9,000 | 217 | 209 |
| Marathon Petroleum Corporation | 1,208 | 66 | 82 |
| Marsh & McLennan Companies, Inc. | 359 | 31 | 33 |
| Martin Marietta Materials, Inc. | 20 | 5 | 6 |
| Masco Corporation | 301 | 12 | 13 |
| MasterCard Incorporated, Class "A" | 501 | 63 | 69 |
| Medtronic PLC | 3,500 | 367 | 335 |
| Merck & Co., Inc. | 12,500 | 1,017 | 988 |
| Microsoft Corporation | 12,000 | 821 | 1,001 |
| Monster Beverage Corporation | 22,858 | 1,447 | 1,361 |
| Newmont Mining Corporation | 247 | 10 | 11 |
| NextEra Energy, Inc. | 220 | 37 | 35 |
| NIKE, Inc., Class "B" | 392 | 27 | 27 |
| Northrop Grumman Corporation | 127 | 42 | 40 |
| PepsiCo, Inc. | 574 | 76 | 81 |
| Pfizer Inc. | 24,800 | 1,106 | 1,082 |
| Pioneer Natural Resources Company | 700 | 167 | 169 |
| Priceline Group Inc. (The) | 47 | 90 | 93 |
| **EQUITIES (56.7%) (cont'd)** | | | |
| **United States (52.4%) (cont'd)** | | | |
| Public Service Enterprise Group Incorporated | 332 | 18 | 20 |
| Quanta Services, Inc. | 80 | 4 | 4 |
| Regions Financial Corporation | 6,467 | 118 | 125 |
| Rite Aid Corporation | 11,000 | 114 | 122 |
| Rockwell Automation, Inc. | 109 | 20 | 20 |
| S&P Global Inc. | 348 | 54 | 50 |
| salesforce.com, inc. | 4,500 | 434 | 414 |
| SBA Communications Corporation | 1,000 | 144 | 139 |
| Schlumberger Limited | 376 | 40 | 42 |
| Sempra Energy | 137 | 18 | 19 |
| Simon Property Group, Inc. | 1,135 | 292 | 271 |
| Skyworks Solutions, Inc. | 571 | 57 | 57 |
| Snap-on Incorporated | 124 | 28 | 29 |
| Starbucks Corporation | 13,971 | 1,010 | 1,041 |
| Sysco Corporation | 1,371 | 97 | 102 |
| T. Rowe Price Group, Inc. | 561 | 56 | 57 |
| Target Corporation | 213 | 22 | 21 |
| Thermo Fisher Scientific Inc. | 1,403 | 275 | 266 |
| TJX Companies, Inc. (The) | 4,200 | 428 | 424 |
| Twenty-First Century Fox, Inc., Class "A" | 1,337 | 50 | 50 |
| Under Armour, Inc., Class "C" | 13,400 | 466 | 453 |
| Union Pacific Corporation | 240 | 29 | 33 |
| United Parcel Service, Inc., Class "B" | 182 | 26 | 28 |
| United Rentals, Inc. | 49 | 7 | 7 |
| UnitedHealth Group Incorporated | 229 | 43 | 49 |
| V.F. Corporation | 3,000 | 233 | 215 |
| Valero Energy Corporation | 923 | 65 | 85 |
| VanEck Vectors Oil Services ETF | 16,000 | 684 | 717 |
| Verisk Analytics, Inc. | 88 | 10 | 10 |
| Verizon Communications Inc. | 1,328 | 93 | 95 |
| Visa Inc., Class "A" | 100 | 10 | 10 |
| Walgreens Boots Alliance, Inc. | 13,500 | 1,503 | 1,501 |
| Waste Management, Inc. | 140 | 13 | 13 |
| Xcel Energy Inc. | 644 | 33 | 35 |
| Zoetis Inc. | 1,341 | 91 | 95 |
| | | **23,070** | **23,326** |
| **PURCHASED OPTIONS (1.1%)** | | **657** | **469** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (57.8%)** | | **25,643** | **25,701** |
| **TRANSACTION COSTS (0.0%)** | | **(7)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (57.8%)** | | **25,636** | **25,701** |
| **WRITTEN OPTIONS (–1.5%)** | | **–** | **(685)** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (–0.2%)** | | **–** | **(76)** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (13.5%)** | | | |
| Canadian | | 3,575 | 3,575 |
| Foreign | | 2,442 | 2,429 |
| | | **6,017** | **6,004** |
| **OTHER NET ASSETS (LIABILITIES) (30.4%)** | | | **13,578** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **44,522** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

**Schedule of Purchased Options**

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Paid ($000s) | Current Value ($000s) |
|---|---|---|---|---|---|---|---|---|
| Biogen Inc., 320.00 Call, Jan. 20 17 | Call | 12 | 1,200 | 20-Jan-17 | 320.00 | USD | 6 | 2 |
| CVS Health Corporation, 92.50 Call, Jan. 20 17 | Call | 30 | 3,000 | 20-Jan-17 | 92.50 | USD | 7 | – |
| Dollar Tree, Inc., 85.00 Call, Jan. 20 17 | Call | 126 | 12,600 | 20-Jan-17 | 85.00 | USD | 34 | 4 |
| Equinix, Inc., 370.00 Call, Jan. 20 17 | Call | 36 | 3,600 | 20-Jan-17 | 370.00 | USD | 27 | 15 |
| Financial Select Sector SPDR Fund (The), 21.00 Put, Jan. 20 17 | Put | 80 | 8,000 | 20-Jan-17 | 21.00 | USD | 3 | – |
| Illumina, Inc., 160.00 Call, Jan. 20 17 | Call | 30 | 3,000 | 20-Jan-17 | 160.00 | USD | 14 | 2 |
| Kellogg Company, 82.50 Call, Jan. 20 17 | Call | 50 | 5,000 | 20-Jan-17 | 82.50 | USD | 9 | 1 |
| Merck & Co., Inc., 62.00 Call, Jan. 20 17 | Call | 62 | 6,200 | 20-Jan-17 | 62.00 | USD | 4 | 1 |
| Wal-Mart Stores, Inc., 65.00 Put, Jan. 20 17 | Put | 55 | 5,500 | 20-Jan-17 | 65.00 | USD | 18 | 2 |
| iShares 20+ Year Treasury Bond Fund ETF, 123.00 Call, Feb. 17 17 | Call | 340 | 34,000 | 17-Feb-17 | 123.00 | USD | 51 | 46 |
| Nabors Industries Ltd., 18.00 Put, Feb. 17 17 | Call | 230 | 23,000 | 17-Feb-17 | 18.00 | USD | 20 | 17 |
| SPDR S&P 500 ETF Trust, 210.00 Put, Feb. 17 17 | Put | 400 | 40,000 | 17-Feb-17 | 210.00 | USD | 134 | 63 |
| SPDR S&P 500 ETF Trust, 214.00 Put, Feb. 17 17 | Put | 400 | 40,000 | 17-Feb-17 | 214.00 | USD | 108 | 90 |
| Chicago Board Options Exchange Volatility Index (The), 23.00 Call, Mar. 22 17 | Call | 370 | 37,000 | 22-Mar-17 | 23.00 | USD | 77 | 66 |
| Novartis AG, 72.50 Call, Apr. 21 17 | Call | 120 | 12,000 | 21-Apr-17 | 72.50 | USD | 35 | 42 |
| Constellation Brands, Inc., Class "A", 165.00 Call, Jan. 19 18 | Call | 80 | 8,000 | 19-Jan-18 | 165.00 | USD | 110 | 118 |
| | | | | | | | **657** | **469** |

**Schedule of Written Options**

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| Electronic Arts, Inc., 71.50 Put, Jan. 06 17 | Put | (23) | (2,300) | 6-Jan-17 | 71.50 | USD | (3) | (1) |
| HCA Holdings, Inc., 64.00 Put, Jan. 06 17 | Put | (25) | (2,500) | 6-Jan-17 | 64.00 | USD | (2) | – |
| Visa Inc., Class "A", 76.00 Put, Jan. 06 17 | Put | (45) | (4,500) | 6-Jan-17 | 76.00 | USD | (6) | (1) |
| VMware, Inc., Class "A", 76.50 Put, Jan. 06 17 | Put | (25) | (2,500) | 6-Jan-17 | 76.50 | USD | (2) | (1) |
| Citigroup Inc., 54.00 Put, Jan. 13 17 | Put | (70) | (7,000) | 13-Jan-17 | 54.00 | USD | (6) | (1) |
| Abbott Laboratories, 37.00 Put, Jan. 20 17 | Put | (60) | (6,000) | 20-Jan-17 | 37.00 | USD | (5) | (3) |
| Affiliated Managers Group, Inc., 140.00 Put, Jan. 20 17 | Put | (10) | (1,000) | 20-Jan-17 | 140.00 | USD | (3) | (2) |
| Affiliated Managers Group, Inc., 150.00 Put, Jan. 20 17 | Put | (20) | (2,000) | 20-Jan-17 | 150.00 | USD | (5) | (18) |
| Amazon.com, Inc., 720.00 Put, Jan. 20 17 | Put | (3) | (300) | 20-Jan-17 | 720.00 | USD | (3) | (2) |
| Biogen Inc., 265.00 Put, Jan. 20 17 | Put | (8) | (800) | 20-Jan-17 | 265.00 | USD | (6) | (4) |
| Broadcom Limited, 165.00 Put, Jan. 20 17 | Put | (14) | (1,400) | 20-Jan-17 | 165.00 | USD | (4) | (2) |
| Cabot Oil & Gas Corporation, 24.00 Put, Jan. 20 17 | Put | (75) | (7,500) | 20-Jan-17 | 24.00 | USD | (12) | (13) |
| Celgene Corporation, 100.00 Put, Jan. 20 17 | Put | (20) | (2,000) | 20-Jan-17 | 100.00 | USD | (3) | (1) |
| Charter Communications, Inc., Class "A", 255.00 Put, Jan. 20 17 | Put | (8) | (800) | 20-Jan-17 | 255.00 | USD | (5) | (1) |
| Charter Communications, Inc., Class "A", 260.00 Put, Jan. 20 17 | Put | (8) | (800) | 20-Jan-17 | 260.00 | USD | (3) | (1) |
| Citigroup Inc., 57.50 Put, Jan. 20 17 | Put | (72) | (7,200) | 20-Jan-17 | 57.50 | USD | (7) | (8) |
| Comcast Corporation, Class "A", 65.00 Put, Jan. 20 17 | Put | (25) | (2,500) | 20-Jan-17 | 65.00 | USD | (2) | (1) |
| ConocoPhillips, 46.00 Put, Jan. 20 17 | Put | (35) | (3,500) | 20-Jan-17 | 46.00 | USD | (3) | (1) |
| Costco Wholesale Corporation, 155.00 Call, Jan. 20 17 | Call | (20) | (2,000) | 20-Jan-17 | 155.00 | USD | (21) | (17) |
| CVS Health Corporation, 97.50 Call, Jan. 20 17 | Call | (30) | (3,000) | 20-Jan-17 | 97.50 | USD | (2) | – |
| Electronic Arts, Inc., 75.00 Put, Jan. 20 17 | Put | (25) | (2,500) | 20-Jan-17 | 75.00 | USD | (3) | (2) |
| Equinix, Inc., 320.00 Put, Jan. 20 17 | Put | (8) | (800) | 20-Jan-17 | 320.00 | USD | (4) | (1) |
| Equinix, Inc., 330.00 Put, Jan. 20 17 | Put | (18) | (1,800) | 20-Jan-17 | 330.00 | USD | (10) | (4) |
| Equinix, Inc., 390.00 Call, Jan. 20 17 | Call | (36) | (3,600) | 20-Jan-17 | 390.00 | USD | (8) | (2) |
| Financial Select Sector SPDR Fund (The), 20.00 Put, Jan. 20 17 | Put | (160) | (16,000) | 20-Jan-17 | 20.00 | USD | (2) | – |
| Illumina, Inc., 120.00 Put, Jan. 20 17 | Put | (30) | (3,000) | 20-Jan-17 | 120.00 | USD | (16) | (13) |
| Intel Corporation, 36.00 Call, Jan. 20 17 | Call | (68) | (6,800) | 20-Jan-17 | 36.00 | USD | (3) | (8) |
| Kellogg Company, 70.00 Put, Jan. 20 17 | Put | (50) | (5,000) | 20-Jan-17 | 70.00 | USD | (9) | (2) |
| KLA-Tencor Corporation, 75.00 Put, Jan. 20 17 | Put | (50) | (5,000) | 20-Jan-17 | 75.00 | USD | (6) | (5) |
| Kraft Heinz Company (The), 87.50 Call, Jan. 20 17 | Call | (25) | (2,500) | 20-Jan-17 | 87.50 | USD | (6) | (5) |
| Lennar Corporation, Class "A", 41.00 Put, Jan. 20 17 | Put | (40) | (4,000) | 20-Jan-17 | 41.00 | USD | (2) | (2) |
| Medtronic PLC, 70.00 Put, Jan. 20 17 | Put | (25) | (2,500) | 20-Jan-17 | 70.00 | USD | (4) | (3) |
| Merck & Co., Inc., 63.00 Call, Jan. 20 17 | Call | (124) | (12,400) | 20-Jan-17 | 63.00 | USD | (4) | (1) |
| Nielsen Holdings PLC, 44.00 Call, Jan. 20 17 | Call | (35) | (3,500) | 20-Jan-17 | 44.00 | USD | (3) | (1) |
| Nielsen Holdings PLC, 45.00 Call, Jan. 20 17 | Call | (70) | (7,000) | 20-Jan-17 | 45.00 | USD | (3) | (2) |
| Novartis AG, Sponsored ADR, 67.50 Put, Jan. 20 17 | Put | (12) | (1,200) | 20-Jan-17 | 67.50 | USD | (2) | – |
| Royal Dutch Shell PLC, Sponsored ADR, "B" Shares, 60.00 Call, Jan. 20 17 | Call | (57) | (5,700) | 20-Jan-17 | 60.00 | USD | (3) | (2) |
| Sherwin-Williams Company (The), 260.00 Put, Jan. 20 17 | Put | (6) | (600) | 20-Jan-17 | 260.00 | USD | (3) | (2) |
| Simon Property Group, Inc., 170.00 Put, Jan. 20 17 | Put | (10) | (1,000) | 20-Jan-17 | 170.00 | USD | (3) | (2) |
| VF Corporation, 50.00 Put, Jan. 20 17 | Put | (30) | (3,000) | 20-Jan-17 | 50.00 | USD | (2) | (2) |
| VF Corporation, 60.00 Call, Jan. 20 17 | Call | (30) | (3,000) | 20-Jan-17 | 60.00 | USD | (2) | – |
| Wal-Mart Stores, Inc., 57.50 Put, Jan. 20 17 | Put | (110) | (11,000) | 20-Jan-17 | 57.50 | USD | (15) | (1) |
| Alphabet Inc., Class "A", 755.00 Put, Jan. 27 17 | Put | (3) | (300) | 27-Jan-17 | 755.00 | USD | (3) | (5) |
| Alphabet Inc., Class "A", 780.00 Put, Jan. 27 17 | Put | (6) | (600) | 27-Jan-17 | 780.00 | USD | (10) | (16) |
| Bank of America Corporation, 20.00 Put, Jan. 27 17 | Put | (120) | (12,000) | 27-Jan-17 | 20.00 | USD | (4) | (2) |
| Bank of America Corporation, 20.50 Put, Jan. 27 17 | Put | (120) | (12,000) | 27-Jan-17 | 20.50 | USD | (3) | (3) |
| Comcast Corporation, Class "A", 67.00 Put, Jan. 27 17 | Put | (25) | (2,500) | 27-Jan-17 | 67.00 | USD | (2) | (3) |
| Eli Lilly and Company, 76.50 Call, Jan. 27 17 | Call | (35) | (3,500) | 27-Jan-17 | 76.50 | USD | (3) | (3) |
| Facebook, Inc., Class "A", 109.00 Put, Jan. 27 17 | Put | (8) | (800) | 27-Jan-17 | 109.00 | USD | (1) | (2) |
| Medtronic PLC, 70.50 Put, Jan. 27 17 | Put | (25) | (2,500) | 27-Jan-17 | 70.50 | USD | (3) | (4) |
| NVIDIA Corporation, 87.00 Put, Jan. 27 17 | Put | (20) | (2,000) | 27-Jan-17 | 87.00 | USD | (2) | (2) |
| Oracle Corporation, 37.50 Put, Jan. 27 17 | Put | (50) | (5,000) | 27-Jan-17 | 37.50 | USD | (3) | (3) |
| Pfizer Inc., 34.00 Call, Jan. 27 17 | Call | (100) | (10,000) | 27-Jan-17 | 34.00 | USD | (2) | (2) |
| salesforce.com, inc., 74.50 Call, Jan. 27 17 | Call | (45) | (4,500) | 27-Jan-17 | 74.50 | USD | (4) | (2) |
| Visa Inc., Class "A", 75.00 Put, Jan. 27 17 | Put | (25) | (2,500) | 27-Jan-17 | 75.00 | USD | (4) | (3) |
| Broadcom Limited, 165.00 Put, Feb. 03 17 | Put | (14) | (1,400) | 3-Feb-17 | 165.00 | USD | (4) | (4) |
| Comcast Corporation, Class "A", 66.00 Put, Feb. 03 17 | Put | (25) | (2,500) | 3-Feb-17 | 66.00 | USD | (2) | (3) |
| Dollar Tree, Inc., 92.50 Call, Feb. 17 17 | Call | (52) | (5,200) | 17-Feb-17 | 92.50 | USD | (16) | (3) |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| Kroger Co. (The), 32.00 Put, Feb. 17 17 | Put | (50) | (5,000) | 17-Feb-17 | 32.00 | USD | (3) | (3) |
| Nabors Industries Ltd., 15.00 Put, Feb. 17 17 | Put | (230) | (23,000) | 17-Feb-17 | 15.00 | USD | (19) | (19) |
| Nabors Industries Ltd., 21.00 Call, Feb. 17 17 | Call | (230) | (23,000) | 17-Feb-17 | 21.00 | USD | (5) | (5) |
| Red Hat, Inc., 65.00 Put, Feb. 17 17 | Put | (50) | (5,000) | 17-Feb-17 | 65.00 | USD | (8) | (7) |
| Chicago Board Options Exchange Volatility Index (The), 17.00 Call, Mar. 22 17 | Call | (185) | (18,500) | 22-Mar-17 | 17.00 | USD | (71) | (68) |
| Novartis AG, 67.50 Put, Apr. 21 17 | Put | (40) | (4,000) | 21-Apr-17 | 67.50 | USD | (19) | (9) |
| Novartis AG, 77.50 Call, Apr. 21 17 | Call | (120) | (12,000) | 21-Apr-17 | 77.50 | USD | (11) | (14) |
| iShares 20+ Year Treasury Bond Fund ETF, 126.00 Call, Jun. 16 17 | Call | (170) | (17,000) | 16-Jun-17 | 126.00 | USD | (41) | (45) |
| SPDR S&P 500 ETF Trust, 200.00 Put, Jun. 30 17 | Put | (200) | (20,000) | 30-Jun-17 | 200.00 | USD | (132) | (105) |
| SPDR S&P 500 ETF Trust, 202.00 Put, Jun. 30 17 | Put | (200) | (20,000) | 30-Jun-17 | 202.00 | USD | (116) | (111) |
| Constellation Brands, Inc., Class "A", 115.00 Put, Jan. 19 18 | Put | (80) | (8,000) | 19-Jan-18 | 115.00 | USD | (41) | (46) |
| Constellation Brands, Inc., Class "A", 185.00 Call, Jan. 19 18 | Call | (80) | (8,000) | 19-Jan-18 | 185.00 | USD | (48) | (55) |
| | | | | | | | **(796)** | **(685)** |

**Schedule of Derivative Instruments**

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 1,349 | (USD) (1,000) | 0.741 | 0.745 | 7 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 1,346 | (USD) (1,000) | 0.743 | 0.745 | 4 |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | CAD 1,347 | (USD) (1,000) | 0.742 | 0.745 | 4 |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | USD 700 | (CAD) (938) | 1.339 | 1.342 | 2 |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | USD 1,000 | (CAD) (1,338) | 1.338 | 1.342 | 5 |
| | | | | | | | **22** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 16,564 | (USD) (12,377) | 0.747 | 0.745 | (52) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 5,477 | (USD) (4,102) | 0.749 | 0.745 | (30) |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 2,676 | (USD) (2,000) | 0.747 | 0.745 | (8) |
| Citigroup Global Markets Limited | A-1 | 19-Jan-17 | USD 1,000 | (CAD) (1,348) | 1.348 | 1.342 | (6) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 1,000 | (CAD) (1,344) | 1.344 | 1.342 | (2) |
| | | | | | | | **(98)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Premium Yield Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital appreciation and income primarily through investment in a diversified portfolio of equity and debt securities of businesses around the world with potential for increased value as a result of ownership, management or other investment in real estate assets.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Underlying Funds' financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 35,674 | (23,868) | 11,806 | 26.5 |
| | **35,674** | **(23,868)** | **11,806** | **26.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 10,130 | (8,336) | 1,794 | 4.3 |
| | **10,130** | **(8,336)** | **1,794** | **4.3** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,181,000 or approximately 3.1% (June 30, 2016 – $179,000 or approximately 0.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 56.3% (June 30, 2016 – 19.6%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $2,502,000 (June 30, 2016 – $822,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **56.7** | **21.6** |
| Belgium | 0.8 | – |
| Canada | – | 1.4 |
| Ireland | 0.1 | – |
| United Kingdom | 3.4 | – |
| United States | 52.4 | 20.2 |
| **PURCHASED OPTIONS** | **1.1** | **0.7** |
| **WRITTEN OPTIONS** | **(1.5)** | **(1.2)** |
| **SHORT POSITIONS – EQUITIES** | **–** | **(1.5)** |
| United States | – | (1.5) |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **13.5** | **58.6** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 25,232 | – | – | 25,232 |
| Warrants, rights and options | 469 | – | – | 469 |
| Unrealized gain on currency forward contracts | – | 22 | – | 22 |
| | **25,701** | **22** | **–** | **25,723** |
| Liability for written options | (685) | – | – | (685) |
| Unrealized loss on currency forward contracts | – | (98) | – | (98) |
| | **25,016** | **(76)** | **–** | **24,940** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities – long | 9,089 | – | – | 9,089 |
| Warrants, rights and options | 266 | 29 | – | 295 |
| Unrealized gain on currency forward contracts | – | 23 | – | 23 |
| | **9,355** | **52** | **–** | **9,407** |
| Equities – short | (648) | – | – | (648) |
| Liability for written options | (473) | (40) | – | (513) |
| Unrealized loss on currency forward contracts | – | (198) | – | (198) |
| | **8,234** | **(186)** | **–** | **8,048** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

# Dynamic Premium Yield Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 22 | (17) | – | 5 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **22** | **(17)** | **–** | **5** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 98 | (17) | – | 81 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **98** | **(17)** | **–** | **81** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 23 | – | – | 23 |
| Options contracts – OTC | 29 | (23) | – | 6 |
| Swap contracts – OTC | – | – | – | – |
| | **52** | **(23)** | **–** | **29** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 198 | – | – | 198 |
| Options contracts – OTC | 40 | (23) | – | 17 |
| Swap contracts – OTC | – | – | – | – |
| | **238** | **(23)** | **–** | **215** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Alerian MLP ETF | 457 | 0.0 |
| VanEck Vectors Oil Services ETF | 717 | 0.0 |
| | **1,174** | |

The Fund did not hold any interest in Underlying Funds as at June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 10.08 | 10.08 | 10.03 | 10.03 |
| Series F | 10.18 | 10.19 | 10.08 | 10.08 |
| Series FT | 9.69 | 9.69 | 9.88 | 9.88 |
| Series T | 9.60 | 9.60 | 9.84 | 9.84 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Energy Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 36,649 | 31,313 |
| Unrealized gain on currency forward contracts | 25 | – |
| Unrealized gain on swap contracts | 164 | 112 |
| Cash | 7,578 | 4,683 |
| Margin deposited on derivatives | – | 65 |
| Receivable for securities sold | – | 387 |
| Subscriptions receivable | 152 | 161 |
| Accrued investment income and other | 83 | 80 |
| | **44,651** | **36,801** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 53 | 47 |
| Redemptions payable | 48 | 48 |
| Accrued expenses | 14 | 8 |
| Distributions payable | 13 | – |
| Unrealized loss on currency forward contracts | 29 | 118 |
| Unrealized loss on futures contracts | – | 11 |
| Performance fee payable | – | 13 |
| | **157** | **245** |
| **Net assets attributable to holders of redeemable shares** | **44,494** | **36,556** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 25,595 | 23,243 |
| Series F | 3,543 | 2,505 |
| Series I | 1,218 | 738 |
| Series IP | 4 | 8 |
| Series O | 12,144 | 8,425 |
| Series T | 1,990 | 1,637 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 9.00 | 8.06 |
| Series F | 10.42 | 9.25 |
| Series I | 11.92 | 10.50 |
| Series IP | 10.16 | 8.97 |
| Series O | 11.51 | 10.15 |
| Series T | 5.18 | 4.76 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 6.71 | 6.20 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 319 | 376 |
| Interest for distribution purposes | 12 | 43 |
| Net realized gain (loss) on non-derivative financial assets | 763 | (2,903) |
| Net realized gain (loss) on currency forward contracts | (341) | – |
| Net realized gain (loss) on futures contracts | 19 | (57) |
| Net realized gain (loss) on swap contracts | 339 | (582) |
| Change in unrealized gain (loss) on non-derivative financial assets | 4,081 | (2,488) |
| Change in unrealized gain (loss) on currency forward contracts | 114 | (2) |
| Change in unrealized gain (loss) on futures contracts | 11 | – |
| Change in unrealized gain (loss) on swap contracts | 52 | 14 |
| Net gain (loss) on investments | **5,369** | **(5,599)** |
| Securities lending | 2 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 46 | 211 |
| Total income (loss), net | **5,417** | **(5,388)** |
| **EXPENSES** | | |
| Management fees (note 5) | 278 | 189 |
| Fixed administration fees (note 6) | 46 | 32 |
| Performance fees (note 12) | (12) | – |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 7 | 7 |
| Harmonized Sales Tax/Goods and Services Tax | 29 | 19 |
| Transaction costs | 23 | 74 |
| Total expenses | **372** | **322** |
| Expenses absorbed by the Manager | – | (1) |
| Net expenses | **372** | **321** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **5,045** | **(5,709)** |
| Income tax recovery (expense) | 9 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **5,054** | **(5,709)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,937 | (3,500) |
| Series F | 369 | (318) |
| Series I | 118 | (14) |
| Series IP | 1 | (1) |
| Series O | 1,419 | (1,616) |
| Series T | 210 | (260) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 1.02 | (1.59) |
| Series F | 1.24 | (1.65) |
| Series I | 1.49 | (2.68) |
| Series IP | 2.28 | (1.63) |
| Series O | 1.50 | (1.87) |
| Series T | 0.60 | (1.01) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 2,873,579 | 2,215,198 |
| Series F | 297,663 | 192,839 |
| Series I | 79,092 | 5,255 |
| Series IP | 439 | 423 |
| Series O | 943,400 | 861,823 |
| Series T | 347,792 | 257,212 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Energy Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 23,243 | 19,207 |
| Series F | 2,505 | 1,722 |
| Series I | 738 | 19 |
| Series IP | 8 | 4 |
| Series O | 8,425 | 10,064 |
| Series T | 1,637 | 1,431 |
| | **36,556** | **32,447** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,937 | (3,500) |
| Series F | 369 | (318) |
| Series I | 118 | (14) |
| Series IP | 1 | (1) |
| Series O | 1,419 | (1,616) |
| Series T | 210 | (260) |
| | **5,054** | **(5,709)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (222) | (59) |
| Series F | (25) | (11) |
| Series I | (7) | – |
| Series O | (91) | (27) |
| Series T | (9) | (8) |
| From net realized gains on investments | | |
| Series A | – | (244) |
| Series F | – | (16) |
| Series I | – | (1) |
| Series O | – | (131) |
| Series T | – | (28) |
| From return of capital | | |
| Series T | (55) | (39) |
| | **(409)** | **(564)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 3,469 | 2,516 |
| Series F | 1,602 | 1,080 |
| Series I | 638 | 112 |
| Series O | 2,300 | – |
| Series T | 410 | 140 |
| Reinvested distributions | | |
| Series A | 217 | 294 |
| Series F | 22 | 25 |
| Series I | 7 | 1 |
| Series O | 91 | 158 |
| Series T | 43 | 38 |
| Payments on redemption | | |
| Series A | (4,049) | (2,731) |
| Series F | (930) | (494) |
| Series I | (276) | – |
| Series IP | (5) | – |
| Series O | – | (1,415) |
| Series T | (246) | (177) |
| | **3,293** | **(453)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 2,352 | (3,724) |
| Series F | 1,038 | 266 |
| Series I | 480 | 98 |
| Series IP | (4) | (1) |
| Series O | 3,719 | (3,031) |
| Series T | 353 | (334) |
| | **7,938** | **(6,726)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 25,595 | 15,483 |
| Series F | 3,543 | 1,988 |
| Series I | 1,218 | 117 |
| Series IP | 4 | 3 |
| Series O | 12,144 | 7,033 |
| Series T | 1,990 | 1,097 |
| | **44,494** | **25,721** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 5,054 | (5,709) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (763) | 2,903 |
| Unrealized foreign currency translation (gain) loss | 4 | (163) |
| Change in unrealized (gain) loss on non-derivative financial assets | (4,081) | 2,488 |
| Change in unrealized (gain) loss on currency forward contracts | (114) | 2 |
| Change in unrealized (gain) loss on futures contracts | (11) | – |
| Change in unrealized (gain) loss on swap contracts | (52) | (14) |
| Purchases of portfolio investments | (7,285) | (12,609) |
| Proceeds from sale of portfolio investments | 7,180 | 15,360 |
| Payable for interest and dividends on securities sold short | – | 1 |
| Margin deposited on derivatives | 65 | (49) |
| Accrued investment income and other | (3) | (11) |
| Accrued expenses and other payables | (1) | (10) |
| **Net cash provided by (used in) operating activities** | **(7)** | **2,189** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 7,715 | 3,738 |
| Amounts paid on redemption of redeemable shares | (4,793) | (4,778) |
| Distributions to shareholders of redeemable shares | (16) | (28) |
| **Net cash provided by (used in) financing activities** | **2,906** | **(1,068)** |
| Unrealized foreign currency translation gain (loss) | (4) | 163 |
| Net increase (decrease) in cash | 2,895 | 1,284 |
| Cash (bank overdraft), beginning of period | 4,683 | 7,772 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **7,578** | **9,056** |
| Interest received[1] | 12 | 45 |
| Dividends received, net of withholding taxes[1] | 304 | 353 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Energy Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (82.3%)** | | | |
| **Canada (43.6%)** | | | |
| ARC Resources Ltd. | 36,501 | 690 | 844 |
| Canadian Natural Resources Limited | 37,200 | 1,238 | 1,592 |
| Enerplus Corporation | 140,000 | 1,055 | 1,784 |
| Gibson Energy Inc. | 50,107 | 942 | 951 |
| Kelt Exploration Ltd. | 150,000 | 627 | 1,016 |
| NuVista Energy Ltd., Subscription Receipts | 135,900 | 811 | 943 |
| Pembina Pipeline Corporation | 13,880 | 436 | 582 |
| PrairieSky Royalty Ltd. | 19,067 | 448 | 609 |
| Raging River Exploration Inc. | 100,000 | 796 | 1,056 |
| Seven Generations Energy Ltd., Class "A" | 56,300 | 816 | 1,763 |
| Spartan Energy Corp. | 403,600 | 1,084 | 1,344 |
| Steel Reef Infrastructure Corp., Restricted* | 428,250 | 621 | 878 |
| Suncor Energy Inc. | 39,823 | 1,451 | 1,748 |
| Tamarack Valley Energy Ltd. | 125,400 | 390 | 434 |
| Tourmaline Oil Corp. | 38,000 | 1,346 | 1,365 |
| TransCanada Corporation | 21,571 | 924 | 1,306 |
| Whitecap Resources Inc. | 99,200 | 850 | 1,206 |
| | | **14,525** | **19,421** |
| **France (1.9%)** | | | |
| Total SA | 12,574 | **754** | **864** |
| **United Kingdom (2.5%)** | | | |
| Royal Dutch Shell PLC, Sponsored ADR, "A" Shares | 262 | 17 | 19 |
| Royal Dutch Shell PLC, Sponsored ADR, "B" Shares | 13,800 | 932 | 1,074 |
| | | **949** | **1,093** |
| **United States (34.3%)** | | | |
| Anadarko Petroleum Corporation | 12,200 | 1,087 | 1,142 |
| Cabot Oil & Gas Corporation | 28,900 | 904 | 906 |
| Callon Petroleum Company | 43,700 | 872 | 902 |
| Cimarex Energy Co. | 2,300 | 317 | 420 |
| Concho Resources Inc. | 5,000 | 664 | 890 |
| Continental Resources, Inc. | 9,400 | 455 | 651 |
| Devon Energy Corporation | 27,000 | 816 | 1,656 |
| Diamondback Energy, Inc. | 5,300 | 508 | 719 |
| EOG Resources, Inc. | 6,000 | 617 | 814 |
| Halliburton Company | 18,500 | 1,163 | 1,344 |
| Occidental Petroleum Corporation | 3,400 | 327 | 325 |
| Parsley Energy, Inc., Class "A" | 25,700 | 771 | 1,216 |
| Pioneer Natural Resources Company | 5,300 | 1,002 | 1,282 |
| Rice Energy Inc. | 15,000 | 446 | 430 |
| RSP Permian, Inc. | 20,500 | 896 | 1,228 |
| Schlumberger Limited | 7,500 | 746 | 845 |
| U.S. Silica Holdings, Inc. | 6,600 | 411 | 501 |
| | | **12,002** | **15,271** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (82.3%)** | | **28,230** | **36,649** |
| **TRANSACTION COSTS (0.0%)** | | **(16)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (82.3%)** | | **28,214** | **36,649** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.4%)** | | **–** | **160** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (17.0%)** | | | |
| Canadian | | 4,977 | 4,977 |
| Foreign | | 2,600 | 2,601 |
| | | **7,577** | **7,578** |
| **OTHER NET ASSETS (LIABILITIES) (0.3%)** | | | **107** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **44,494** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 4,199 | (USD) (3,117) | 0.742 | 0.745 | 14 |
| Goldman Sachs International | A-1 | 19-Jan-17 | CAD 3,490 | (USD) (2,592) | 0.743 | 0.745 | 11 |
| | | | | | | | **25** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 43 | (EUR) (31) | 0.716 | 0.705 | (1) |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 510 | (EUR) (364) | 0.714 | 0.705 | (7) |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 2,646 | (CAD) (3,573) | 1.350 | 1.342 | (21) |
| | | | | | | | **(29)** |

*The accompanying notes are an integral part of these financial statements.*

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|
| **Black Stone Minerals, LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 16,400 | 10-May-17 | USD | 410,678 | 1.085 | 3 |
| 8,600 | 11-May-17 | USD | 215,356 | 1.085 | 2 |
| 400 | 16-Jun-17 | USD | 10,017 | 1.085 | – |
| 400 | 19-Jun-17 | USD | 10,017 | 1.085 | – |
| 500 | 20-Jun-17 | USD | 12,521 | 1.085 | – |
| 500 | 21-Jun-17 | USD | 12,521 | 1.085 | – |
| 800 | 22-Jun-17 | USD | 20,033 | 1.085 | – |
| 2,000 | 23-Jun-17 | USD | 50,083 | 1.085 | 1 |
| 1,000 | 26-Jun-17 | USD | 25,041 | 1.085 | – |
| 400 | 27-Jun-17 | USD | 10,017 | 1.085 | – |
| 500 | 8-Sep-17 | USD | 12,521 | 1.085 | – |
| 700 | 12-Sep-17 | USD | 17,529 | 1.085 | – |
| 700 | 13-Sep-17 | USD | 17,529 | 1.085 | – |
| 1,000 | 14-Sep-17 | USD | 25,041 | 1.085 | – |
| **EnLink Midstream Partners, LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 7,800 | 7-Sep-17 | USD | 183,488 | 1.085 | 10 |
| 8,100 | 8-Sep-17 | USD | 190,545 | 1.085 | 10 |
| 600 | 11-Sep-17 | USD | 14,114 | 1.085 | 1 |
| **Enterprise Products Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 18,800 | 28-Sep-17 | USD | 654,545 | 1.085 | 28 |
| 3,100 | 1-Dec-17 | USD | 105,507 | 1.074 | 7 |
| 900 | 20-Dec-17 | USD | 31,185 | 1.194 | 1 |
| 1,400 | 21-Dec-17 | USD | 48,953 | 1.499 | 2 |
| **Hi-Crush Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 23,100 | 16-Aug-17 | USD | 566,049 | 1.085 | 48 |
| 9,794 | 17-Aug-17 | USD | 239,995 | 1.085 | 20 |
| 14,906 | 28-Aug-17 | USD | 365,261 | 1.085 | 31 |
| | | | | | **164** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Energy Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide long-term capital appreciation primarily through investment in a diversified portfolio of Canadian energy, alternative energy or related companies.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 19,517 | (4,112) | 15,405 | 34.6 |
| Euro | 878 | (561) | 317 | 0.7 |
| | **20,395** | **(4,673)** | **15,722** | **35.3** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 14,266 | (7,424) | 6,842 | 18.7 |
| Euro | 775 | (167) | 608 | 1.7 |
| | **15,041** | **(7,591)** | **7,450** | **20.4** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $1,572,000 or approximately 4.1% (June 30, 2016 – $745,000 or approximately 2.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 82.7% (June 30, 2016 – 85.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $3,681,000 (June 30, 2016 – $3,142,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **82.3** | **85.7** |
| Canada | 43.6 | 50.0 |
| France | 1.9 | 2.1 |
| United Kingdom | 2.5 | 2.8 |
| United States | 34.3 | 30.8 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **17.0** | **12.8** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 34,907 | 864 | 878 | 36,649 |
| Unrealized gain on currency forward contracts | – | 25 | – | 25 |
| Unrealized gain on swap contracts | – | 164 | – | 164 |
| | **34,907** | **1,053** | **878** | **36,838** |
| Unrealized loss on currency forward contracts | – | (29) | – | (29) |
| | **34,907** | **1,024** | **878** | **36,809** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 28,933 | 1,459 | 921 | 31,313 |
| Unrealized gain on swap contracts | – | 112 | – | 112 |
| | **28,933** | **1,571** | **921** | **31,425** |
| Unrealized loss on currency forward contracts | – | (118) | – | (118) |
| Unrealized loss on futures contracts | (11) | – | – | (11) |
| | **28,922** | **1,453** | **921** | **31,296** |

#### *Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

#### *Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods:

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Energy Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 921 | 707 |
| Purchases | – | – |
| Sales | – | – |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | – |
| Net changes in unrealized gain (loss)* | (43) | 214 |
| **End of period** | **878** | **921** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(43,000) and $214,000, respectively.

*Level 3 valuation techniques*

The table below summarizes the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in the valuation techniques to estimate the fair values of level 3 investments can vary considerably over time to time depending on company specific factors and economic or market conditions.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | EBITDA multiple | 878 | – |
| | | | **878** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 921 | – |
| | | | **921** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 25 | (14) | – | 11 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 164 | – | – | 164 |
| | **189** | **(14)** | **–** | **175** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 29 | (14) | – | 15 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **29** | **(14)** | **–** | **15** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 112 | – | – | 112 |
| | **112** | **–** | **–** | **112** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 118 | – | – | 118 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **118** | **–** | **–** | **118** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Gold Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 74,328 | 106,844 |
| Commodities | 38,519 | 42,197 |
| Cash | 1,752 | 2,561 |
| Subscriptions receivable | 78 | 5,345 |
| Accrued investment income and other | – | 20 |
| | **114,677** | **156,967** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 185 | 255 |
| Payable for securities purchased | – | 1,392 |
| Redemptions payable | 186 | 787 |
| Accrued expenses | 18 | 23 |
| Distributions payable | 6 | – |
| | **395** | **2,457** |
| **Net assets attributable to holders of redeemable shares** | **114,282** | **154,510** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 65,039 | 92,018 |
| Series E | 664 | 458 |
| Series F | 22,707 | 23,223 |
| Series FI | n/a | 3,632 |
| Series G | 25,272 | 34,568 |
| Series I | 594 | 603 |
| Series O | 6 | 8 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 9.15 | 11.70 |
| Series E | 7.11 | 9.08 |
| Series F | 9.96 | 12.65 |
| Series FI | n/a | 9.55 |
| Series G | 9.24 | 11.80 |
| Series I | 10.87 | 13.73 |
| Series O | 9.67 | 12.22 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 6.81 | 9.00 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 212 | 192 |
| Interest for distribution purposes | 3 | 1 |
| Net realized gain (loss) on non-derivative financial assets | 4,549 | 281 |
| Net realized gain (loss) on commodities | 1,267 | 862 |
| Net realized gain (loss) on currency forward contracts | – | (2,299) |
| Change in unrealized gain (loss) on non-derivative financial assets | (31,839) | (602) |
| Change in unrealized gain (loss) on commodities | (6,035) | (811) |
| Change in unrealized gain (loss) on currency forward contracts | – | 2,299 |
| Net gain (loss) on investments | **(31,843)** | **(77)** |
| Net realized and unrealized foreign currency translation gain (loss) | (53) | 30 |
| Total income (loss), net | **(31,896)** | **(47)** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,295 | 877 |
| Fixed administration fees (note 6) | 122 | 87 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Other fund costs | 3 | – |
| Harmonized Sales Tax/Goods and Services Tax | 139 | 93 |
| Transaction costs | 35 | 16 |
| Total expenses | **1,596** | **1,074** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,596** | **1,074** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **(33,492)** | **(1,121)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | (19,338) | (720) |
| Series E | (200) | 11 |
| Series F | (6,036) | (16) |
| Series FI | (480) | (6) |
| Series G | (7,262) | (275) |
| Series I | (174) | (13) |
| Series O | (2) | (102) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | (2.52) | (0.10) |
| Series E | (1.99) | 0.46 |
| Series F | (2.82) | (0.01) |
| Series FI | (1.45) | (0.05) |
| Series G | (2.54) | (0.08) |
| Series I | (3.30) | (0.33) |
| Series O | (2.99) | (0.30) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 7,671,953 | 8,236,341 |
| Series E | 100,604 | 23,072 |
| Series F | 2,141,498 | 892,218 |
| Series FI | 329,907 | 105,154 |
| Series G | 2,861,388 | 3,240,993 |
| Series I | 52,667 | 40,094 |
| Series O | 669 | 344,002 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Gold Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 92,018 | 66,388 |
| Series E | 458 | 157 |
| Series F | 23,223 | 7,599 |
| Series FI | 3,632 | 552 |
| Series G | 34,568 | 25,630 |
| Series I | 603 | 444 |
| Series O | 8 | 4,532 |
| | **154,510** | **105,302** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | (19,338) | (720) |
| Series E | (200) | 11 |
| Series F | (6,036) | (16) |
| Series FI | (480) | (6) |
| Series G | (7,262) | (275) |
| Series I | (174) | (13) |
| Series O | (2) | (102) |
| | **(33,492)** | **(1,121)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (3) | (15) |
| Series F | (2) | (2) |
| Series FI | – | (2) |
| Series G | (1) | (7) |
| From net realized gains on investments | | |
| Series A | (65) | (129) |
| Series F | (17) | (15) |
| Series G | (25) | (52) |
| Series I | – | (1) |
| | **(113)** | **(223)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 8,767 | 1,956 |
| Series E | 977 | 78 |
| Series F | 17,075 | 1,428 |
| Series FI | 75 | 242 |
| Series G | 2,986 | 1,551 |
| Series I | 433 | 64 |
| Series O | – | 5 |
| Reinvested distributions | | |
| Series A | 65 | 139 |
| Series F | 16 | 15 |
| Series FI | – | 1 |
| Series G | 25 | 58 |
| Series I | – | 1 |
| Payments on redemption | | |
| Series A | (16,405) | (9,099) |
| Series E | (571) | (166) |
| Series F | (11,552) | (1,996) |
| Series FI | (3,227) | (84) |
| Series G | (5,019) | (3,130) |
| Series I | (268) | (213) |
| Series O | – | (4,430) |
| | **(6,623)** | **(13,580)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (26,979) | (7,868) |
| Series E | 206 | (77) |
| Series F | (516) | (586) |
| Series FI | (3,632) | 151 |
| Series G | (9,296) | (1,855) |
| Series I | (9) | (162) |
| Series O | (2) | (4,527) |
| | **(40,228)** | **(14,924)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 65,039 | 58,520 |
| Series E | 664 | 80 |
| Series F | 22,707 | 7,013 |
| Series FI | n/a | 703 |
| Series G | 25,272 | 23,775 |
| Series I | 594 | 282 |
| Series O | 6 | 5 |
| | **114,282** | **90,378** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | (33,492) | (1,121) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (4,549) | (281) |
| Net realized (gain) loss on commodities | (1,267) | (862) |
| Unrealized foreign currency translation (gain) loss | 1 | (32) |
| Change in unrealized (gain) loss on non-derivative financial assets | 31,839 | 602 |
| Change in unrealized (gain) loss on commodities | 6,035 | 811 |
| Change in unrealized (gain) loss on currency forward contracts | – | (2,299) |
| Purchases of portfolio investments | (17,036) | (1,158) |
| Proceeds from sale of portfolio investments | 19,780 | 17,345 |
| Accrued investment income and other | 20 | 2 |
| Accrued expenses and other payables | (75) | (21) |
| **Net cash provided by (used in) operating activities** | **1,256** | **12,986** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 26,407 | 3,029 |
| Amounts paid on redemption of redeemable shares | (28,470) | (16,978) |
| Distributions to shareholders of redeemable shares | (1) | (1) |
| **Net cash provided by (used in) financing activities** | **(2,064)** | **(13,950)** |
| Unrealized foreign currency translation gain (loss) | (1) | 32 |
| Net increase (decrease) in cash | (809) | (932) |
| Cash (bank overdraft), beginning of period | 2,561 | 1,594 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **1,752** | **662** |
| Interest paid[1] | 1 | – |
| Interest received[1] | 3 | 2 |
| Dividends received, net of withholding taxes[1] | 212 | 193 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (65.0%)** | | | |
| **Australia (17.1%)** | | | |
| Cardinal Resources Limited | 2,500,000 | 621 | 568 |
| Dacian Gold Limited | 3,500,000 | 6,346 | 6,863 |
| Gold Road Resources Limited | 7,902,293 | 3,280 | 4,319 |
| Northern Star Resources Limited | 2,300,000 | 3,525 | 7,823 |
| | | **13,772** | **19,573** |
| **Canada (41.6%)** | | | |
| Agnico-Eagle Mines Limited | 135,269 | 4,647 | 7,636 |
| Alamos Gold Inc., Class "A" | 250,000 | 2,931 | 2,315 |
| Asanko Gold Inc. | 1,750,000 | 4,230 | 7,210 |
| Detour Gold Corporation | 425,000 | 4,340 | 7,773 |
| Richmont Mines Inc. | 426,900 | 4,791 | 3,723 |
| Roxgold Inc. | 9,300,000 | 7,989 | 11,253 |
| SEMAFO Inc. | 1,500,000 | 7,239 | 6,630 |
| Torex Gold Resources Inc. | 50,000 | 720 | 1,040 |
| | | **36,887** | **47,580** |
| **United Kingdom (6.3%)** | | | |
| Randgold Resources Limited, ADR | 70,000 | **5,355** | **7,175** |
| **COMMODITIES (33.7%)** | | | |
| Gold Bullion (Ounces) | 24,935 | **35,746** | **38,519** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.7%)** | | **91,760** | **112,847** |
| **TRANSACTION COSTS (0.0%)** | | **(119)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.7%)** | | **91,641** | **112,847** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (1.5%)** | | | |
| Canadian | | 1,752 | 1,752 |
| Foreign | | – | – |
| | | **1,752** | **1,752** |
| **OTHER NET ASSETS (LIABILITIES) (–0.2%)** | | | **(317)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **114,282** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Gold Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital appreciation by investing primarily, directly or indirectly, in gold and/or equity securities of issuers engaged in the exploration, development or production of gold.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 45,694 | – | 45,694 | 40.0 |
| Australian Dollar | 19,573 | – | 19,573 | 17.1 |
| | **65,267** | **–** | **65,267** | **57.1** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 52,395 | – | 52,395 | 33.9 |
| Australian Dollar | 27,693 | – | 27,693 | 17.9 |
| | **80,088** | **–** | **80,088** | **51.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $6,527,000 or approximately 5.7% (June 30, 2016 – $8,009,000 or approximately 5.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.7% (June 30, 2016 – 96.4%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $11,285,000 (June 30, 2016 – $14,904,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **65.0** | **69.1** |
| Australia | 17.1 | 17.9 |
| Canada | 41.6 | 44.6 |
| United Kingdom | 6.3 | 6.6 |
| **COMMODITIES** | **33.7** | **27.3** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **1.5** | **1.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 54,755 | 19,573 | – | 74,328 |
| Commodities | 38,519 | – | – | 38,519 |
| | **93,274** | **19,573** | **–** | **112,847** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 79,153 | 27,693 | – | 106,846 |
| Commodities | 42,195 | – | – | 42,195 |
| | **121,348** | **27,693** | **–** | **149,041** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Resource Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 29,840 | 17,031 |
| Unrealized gain on currency forward contracts | 44 | – |
| Unrealized gain on swap contracts | 107 | 56 |
| Cash | 2,816 | 2,212 |
| Receivable for securities sold | 9 | 62 |
| Subscriptions receivable | 181 | 273 |
| Accrued investment income and other | 39 | 34 |
| | **33,036** | **19,668** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 55 | 33 |
| Redemptions payable | 17 | 14 |
| Accrued expenses | 8 | 6 |
| Distributions payable | 8 | – |
| Unrealized loss on currency forward contracts | 19 | 55 |
| Performance fee payable | 333 | 110 |
| | **440** | **218** |
| **Net assets attributable to holders of redeemable shares** | **32,596** | **19,450** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 27,228 | 16,818 |
| Series F | 5,058 | 2,605 |
| Series I | 164 | 20 |
| Series IP | 146 | 7 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 11.54 | 10.80 |
| Series F | 12.18 | 11.34 |
| Series I | 16.15 | 14.79 |
| Series IP | 13.10 | 12.12 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 8.59 | 8.30 |
| Series F | 9.07 | 8.72 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 154 | 74 |
| Interest for distribution purposes | 9 | 1 |
| Net realized gain (loss) on non-derivative financial assets | 90 | (668) |
| Net realized gain (loss) on currency forward contracts | (224) | (20) |
| Net realized gain (loss) on swap contracts | 124 | (68) |
| Change in unrealized gain (loss) on non-derivative financial assets | 2,237 | (424) |
| Change in unrealized gain (loss) on currency forward contracts | 80 | (17) |
| Change in unrealized gain (loss) on swap contracts | 51 | 1 |
| Net gain (loss) on investments | **2,521** | **(1,121)** |
| Securities lending | 1 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 9 | 36 |
| Total income (loss), net | **2,531** | **(1,085)** |
| **EXPENSES** | | |
| Management fees (note 5) | 269 | 60 |
| Fixed administration fees (note 6) | 42 | 9 |
| Performance fees (note 12) | 202 | (43) |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 2 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 51 | 3 |
| Transaction costs | 30 | 11 |
| Total expenses | **597** | **42** |
| Expenses absorbed by the Manager | (3) | – |
| Net expenses | **594** | **42** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **1,937** | **(1,127)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 1,665 | (1,064) |
| Series F | 264 | (61) |
| Series I | 1 | (1) |
| Series IP | 7 | (1) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.78 | (1.43) |
| Series F | 0.66 | (1.49) |
| Series I | 0.64 | (1.83) |
| Series IP | 0.67 | (1.42) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 2,128,218 | 740,700 |
| Series F | 396,997 | 40,748 |
| Series I | 1,570 | 525 |
| Series IP | 10,491 | 568 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Resource Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 16,818 | 6,924 |
| Series F | 2,605 | 407 |
| Series I | 20 | 6 |
| Series IP | 7 | 6 |
| | **19,450** | **7,343** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 1,665 | (1,064) |
| Series F | 264 | (61) |
| Series I | 1 | (1) |
| Series IP | 7 | (1) |
| | **1,937** | **(1,127)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (80) | (34) |
| Series F | (14) | (2) |
| From net realized gains on investments | | |
| Series A | – | (48) |
| Series F | – | (3) |
| | **(94)** | **(87)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 12,834 | 554 |
| Series F | 3,306 | 44 |
| Series I | 143 | – |
| Series IP | 148 | – |
| Reinvested distributions | | |
| Series A | 78 | 75 |
| Series F | 9 | 4 |
| Payments on redemption | | |
| Series A | (4,087) | (773) |
| Series F | (1,112) | (46) |
| Series IP | (16) | – |
| | **11,303** | **(142)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 10,410 | (1,290) |
| Series F | 2,453 | (64) |
| Series I | 144 | (1) |
| Series IP | 139 | (1) |
| | **13,146** | **(1,356)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 27,228 | 5,634 |
| Series F | 5,058 | 343 |
| Series I | 164 | 5 |
| Series IP | 146 | 5 |
| | **32,596** | **5,987** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 1,937 | (1,127) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (90) | 668 |
| Unrealized foreign currency translation (gain) loss | (2) | (30) |
| Change in unrealized (gain) loss on non-derivative financial assets | (2,237) | 424 |
| Change in unrealized (gain) loss on currency forward contracts | (80) | 17 |
| Change in unrealized (gain) loss on swap contracts | (51) | (1) |
| Purchases of portfolio investments | (15,222) | (1,896) |
| Proceeds from sale of portfolio investments | 4,793 | 2,579 |
| Accrued investment income and other | (5) | – |
| Accrued expenses and other payables | 247 | (47) |
| **Net cash provided by (used in) operating activities** | **(10,710)** | **587** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 16,315 | 569 |
| Amounts paid on redemption of redeemable shares | (5,004) | (815) |
| Distributions to shareholders of redeemable shares | 1 | – |
| **Net cash provided by (used in) financing activities** | **11,312** | **(246)** |
| Unrealized foreign currency translation gain (loss) | 2 | 30 |
| Net increase (decrease) in cash | 604 | 371 |
| Cash (bank overdraft), beginning of period | 2,212 | 406 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **2,816** | **777** |
| Interest received[1] | 9 | 1 |
| Dividends received, net of withholding taxes[1] | 138 | 73 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Resource Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (91.6%)** | | | |
| **Australia (8.5%)** | | | |
| Independence Group NL | 150,000 | 411 | 622 |
| Kidman Resources Limited | 1,400,000 | 605 | 794 |
| Northern Star Resources Limited | 135,000 | 202 | 459 |
| S2 Resources Limited | 109,277 | 34 | 23 |
| Sandfire Resources NL | 60,000 | 343 | 328 |
| Western Areas NL | 130,000 | 358 | 385 |
| Xanadu Mines Limited | 750,000 | 143 | 152 |
| | | **2,096** | **2,763** |
| **Canada (50.1%)** | | | |
| Agnico-Eagle Mines Limited | 9,017 | 299 | 509 |
| ARC Resources Ltd. | 28,241 | 625 | 653 |
| Arizona Mining Inc. | 348,300 | 708 | 853 |
| Arizona Mining Inc., Restricted, Warrants, Sep. 02 17* | 28,500 | – | 53 |
| Canadian Natural Resources Limited | 15,000 | 565 | 642 |
| Detour Gold Corporation | 15,000 | 172 | 274 |
| Enerplus Corporation | 87,300 | 675 | 1,112 |
| Gibson Energy Inc. | 29,917 | 497 | 568 |
| HudBay Minerals Inc., Warrants, Jul. 20 18 | 14,569 | 31 | 7 |
| Kelt Exploration Ltd. | 105,600 | 464 | 715 |
| Lithium Americas Corp, | 85,000 | 69 | 68 |
| Lundin Mining Corporation | 255,000 | 1,410 | 1,632 |
| NexGen Energy Ltd. | 480,000 | 278 | 1,118 |
| NuVista Energy Ltd., Subscription Receipts | 86,000 | 529 | 597 |
| Pembina Pipeline Corporation | 4,803 | 173 | 202 |
| PrairieSky Royalty Ltd. | 10,280 | 266 | 328 |
| Raging River Exploration Inc. | 57,000 | 570 | 602 |
| Roxgold Inc. | 110,000 | 86 | 133 |
| SEMAFO Inc. | 140,000 | 774 | 619 |
| Seven Generations Energy Ltd., Class "A" | 43,000 | 1,022 | 1,346 |
| Spartan Energy Corp. | 302,900 | 898 | 1,009 |
| Steel Reef Infrastructure Corp., Restricted* | 45,000 | 60 | 92 |
| Suncor Energy Inc. | 17,469 | 627 | 767 |
| Teck Resources Limited, Class "B", Subordinated Voting | 15,000 | 411 | 403 |
| Tourmaline Oil Corp. | 26,000 | 924 | 934 |
| TransCanada Corporation | 12,030 | 662 | 728 |
| Whitecap Resources Inc. | 30,000 | 284 | 365 |
| | | **13,079** | **16,329** |
| **United Kingdom (3.0%)** | | | |
| Randgold Resources Limited, ADR | 3,500 | 300 | 359 |
| Royal Dutch Shell PLC, Sponsored ADR, "A" Shares | 106 | 7 | 8 |
| Royal Dutch Shell PLC, Sponsored ADR, "B" Shares | 5,600 | 381 | 436 |
| SolGold PLC | 435,000 | 149 | 171 |
| | | **837** | **974** |
| **EQUITIES (91.6%) (cont'd)** | | | |
| **United States (30.0%)** | | | |
| Anadarko Petroleum Corporation | 9,300 | 688 | 871 |
| Callon Petroleum Company | 32,800 | 631 | 677 |
| Concho Resources Inc. | 3,700 | 600 | 659 |
| ConocoPhillips | 11,000 | 595 | 741 |
| Continental Resources, Inc. | 4,600 | 223 | 318 |
| Devon Energy Corporation | 15,900 | 788 | 975 |
| Diamondback Energy, Inc. | 5,200 | 632 | 706 |
| EOG Resources, Inc. | 2,100 | 222 | 285 |
| Halliburton Company | 13,500 | 760 | 980 |
| Parsley Energy, Inc., Class "A" | 16,500 | 603 | 780 |
| Pioneer Natural Resources Company | 2,600 | 521 | 629 |
| RSP Permian, Inc. | 15,000 | 805 | 898 |
| Schlumberger Limited | 7,700 | 793 | 868 |
| U.S. Silica Holdings, Inc. | 5,100 | 312 | 387 |
| | | **8,173** | **9,774** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.6%)** | | **24,185** | **29,840** |
| **TRANSACTION COSTS (0.0%)** | | **(22)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (91.6%)** | | **24,163** | **29,840** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.3%)** | | **–** | **132** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (8.6%)** | | | |
| Canadian | | 2,217 | 2,217 |
| Foreign | | 593 | 599 |
| | | **2,810** | **2,816** |
| **OTHER NET ASSETS (LIABILITIES) (–0.5%)** | | | **(192)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **32,596** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Goldman Sachs International | A-1 | 19-Jan-17 | CAD 622 | (USD) (462) | 0.743 | 0.745 | 2 |
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 3,671 | (USD) (2,725) | 0.742 | 0.745 | 12 |
| Toronto-Dominion Bank (The) | A-1+ | 19-Jan-17 | CAD 1,694 | (USD) (1,257) | 0.742 | 0.745 | 6 |
| Bank of Montreal | A-1 | 17-Feb-17 | CAD 525 | (AUD) (534) | 1.016 | 1.032 | 8 |
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 107 | (GBP) (64) | 0.600 | 0.603 | 1 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 1,003 | (AUD) (1,020) | 1.016 | 1.032 | 15 |
| | | | | | | | **44** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 2,465 | (CAD) (3,329) | 1.350 | 1.342 | (19) |
| | | | | | | | **(19)** |

*The accompanying notes are an integral part of these financial statements.*

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

***Unrealized Gain (Loss) on Swap Contracts***

**Equity Swaps**

| Number of Units | Termination Date | | Notional Amount ($) | Interest Rate (%) | Unrealized Gain (Loss) ($000s) |
|---|---|---|---|---|---|
| **EnLink Midstream Partners, LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 10,200 | 7-Sep-17 | USD | 239,946 | 1.085 | 12 |
| 10,500 | 8-Sep-17 | USD | 247,003 | 1.085 | 13 |
| 700 | 11-Sep-17 | USD | 16,467 | 1.085 | 1 |
| 3,000 | 12-Sep-17 | USD | 70,572 | 1.085 | 4 |
| 2,400 | 3-Oct-17 | USD | 56,458 | 1.085 | 3 |
| **Enterprise Products Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 1,000 | 27-Apr-17 | USD | 34,816 | 1.085 | 1 |
| 1,600 | 28-Apr-17 | USD | 55,706 | 1.085 | 2 |
| 1,400 | 4-May-17 | USD | 48,743 | 1.085 | 2 |
| 600 | 5-May-17 | USD | 20,890 | 1.085 | 1 |
| 400 | 8-May-17 | USD | 13,926 | 1.085 | 1 |
| 600 | 9-May-17 | USD | 20,890 | 1.085 | 1 |
| 400 | 12-May-17 | USD | 13,926 | 1.085 | 1 |
| 200 | 15-May-17 | USD | 6,963 | 1.085 | – |
| 200 | 2-Jun-17 | USD | 6,963 | 1.085 | – |
| 200 | 6-Jun-17 | USD | 6,963 | 1.085 | – |
| 700 | 1-Dec-17 | USD | 23,824 | 1.074 | 2 |
| 700 | 3-Oct-17 | USD | 24,371 | 1.085 | 1 |
| **FS Investment Corporation, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 600 | 18-Oct-17 | USD | 20,890 | 1.085 | 1 |
| **Hi-Crush Partners LP, Var 1 Month USD-LIBOR-BBA, Counterparty: Toronto-Dominion Bank (The), Credit Rating A-1+** | | | | | |
| 6,500 | 16-Aug-17 | USD | 159,278 | 1.085 | 14 |
| 5,868 | 17-Aug-17 | USD | 143,791 | 1.085 | 12 |
| 8,932 | 28-Aug-17 | USD | 218,872 | 1.085 | 19 |
| 7,900 | 6-Oct-17 | USD | 193,584 | 1.085 | 16 |
| | | | | | **107** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Resource Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide long-term capital appreciation by investing primarily in resources, which may include oil and gas and physical commodities such as gold, silver, platinum and palladium, and equity securities of businesses involved in resource-based activities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 11,222 | (2,657) | 8,565 | 26.3 |
| Australian Dollar | 2,831 | (1,505) | 1,326 | 4.1 |
| Pound Sterling | 171 | (106) | 65 | 0.2 |
| | **14,224** | **(4,268)** | **9,956** | **30.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 4,856 | (2,394) | 2,462 | 12.7 |
| Australian Dollar | 2,491 | (1,168) | 1,323 | 6.8 |
| | **7,347** | **(3,562)** | **3,785** | **19.5** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $996,000 or approximately 3.1% (June 30, 2016 – $379,000 or approximately 2.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 91.6% (June 30, 2016 – 87.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $2,984,000 (June 30, 2016 – $1,709,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **91.6** | **87.5** |
| Australia | 8.5 | 12.5 |
| Canada | 50.1 | 52.3 |
| United Kingdom | 3.0 | 4.7 |
| United States | 30.0 | 18.0 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **8.6** | **11.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 26,754 | 2,934 | 92 | 29,780 |
| Warrants, rights and options | 7 | 53 | – | 60 |
| Unrealized gain on currency forward contracts | – | 44 | – | 44 |
| Unrealized gain on swap contracts | – | 107 | – | 107 |
| | **26,761** | **3,138** | **92** | **29,991** |
| Unrealized loss on currency forward contracts | – | (19) | – | (19) |
| | **26,761** | **3,119** | **92** | **29,972** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 13,862 | 3,035 | 97 | 16,994 |
| Warrants, rights and options | 5 | 32 | – | 37 |
| Unrealized gain on swap contracts | – | 56 | – | 56 |
| | **13,867** | **3,123** | **97** | **17,087** |
| Unrealized loss on currency forward contracts | – | (55) | – | (55) |
| | **13,867** | **3,068** | **97** | **17,032** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Strategic Resource Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 97 | 74 |
| Purchases | – | – |
| Sales | – | – |
| Transfers into Level 3 | – | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | – | – |
| Net changes in unrealized gain (loss)* | (5) | 23 |
| **End of period** | **92** | **97** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(5,000) and $23,000, respectively.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | EBITDA multiple | 92 | – |
| | | | **92** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 97 | n/a |
| | | | **97** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 44 | (13) | – | 31 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 107 | – | – | 107 |
| | **151** | **(13)** | **–** | **138** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 19 | (13) | – | 6 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **19** | **(13)** | **–** | **6** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | 56 | – | – | 56 |
| | **56** | **–** | **–** | **56** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 55 | – | – | 55 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **55** | **–** | **–** | **55** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic U.S. Sector Focus Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 101,205 | 162,577 |
| Purchased options | 1,779 | – |
| Unrealized gain on currency forward contracts | 252 | – |
| Cash | – | 723 |
| Margin deposited on derivatives | 5,666 | – |
| Receivable for securities sold | 1,084 | 13,408 |
| Subscriptions receivable | 46 | 296 |
| | **110,032** | **177,004** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 2,222 | – |
| Management fee payable | 128 | 185 |
| Payable for securities purchased | – | 12,337 |
| Redemptions payable | 467 | 1,462 |
| Accrued expenses | 18 | 27 |
| Liability for written options | 1,829 | – |
| Unrealized loss on currency forward contracts | 52 | 476 |
| | **4,716** | **14,487** |
| **Net assets attributable to holders of redeemable shares** | **105,316** | **162,517** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 66,430 | 90,322 |
| Series E | 1,209 | 1,870 |
| Series F | 36,115 | 54,963 |
| Series FI | n/a | 9,126 |
| Series I | 1,562 | 6,236 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 11.31 | 11.17 |
| Series E | 11.28 | 11.15 |
| Series F | 11.59 | 11.38 |
| Series FI | n/a | 11.56 |
| Series I | 9.66 | 9.45 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 8.42 | 8.59 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 1,057 | 1,242 |
| Interest for distribution purposes | 339 | 909 |
| Net realized gain (loss) on non-derivative financial assets | 1,330 | 4,499 |
| Net realized gain (loss) on options contracts | (187) | – |
| Net realized gain (loss) on currency forward contracts | (2,740) | (2,442) |
| Change in unrealized gain (loss) on non-derivative financial assets | 2,974 | 1,248 |
| Change in unrealized gain (loss) on options contracts | (203) | – |
| Change in unrealized gain (loss) on currency forward contracts | 676 | (3) |
| Change in unrealized gain (loss) on currency spot contracts | – | (4) |
| Net gain (loss) on investments | **3,246** | **5,449** |
| Securities lending | 11 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 23 | (404) |
| Total income (loss), net | **3,280** | **5,045** |
| **EXPENSES** | | |
| Management fees (note 5) | 855 | 1,124 |
| Fixed administration fees (note 6) | 117 | 170 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 6 | 1 |
| Foreign withholding taxes/tax reclaims | 172 | 211 |
| Harmonized Sales Tax/Goods and Services Tax | 106 | 139 |
| Transaction costs | 98 | 68 |
| Total expenses | **1,355** | **1,714** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,355** | **1,714** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **1,925** | **3,331** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 937 | 1,722 |
| Series E | 16 | 83 |
| Series F | 885 | 936 |
| Series FI | 13 | 520 |
| Series I | 74 | 73 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.13 | 0.22 |
| Series E | 0.11 | 0.26 |
| Series F | 0.23 | 0.19 |
| Series FI | 0.02 | 0.40 |
| Series I | 0.14 | 0.17 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 7,123,912 | 7,832,698 |
| Series E | 148,648 | 325,748 |
| Series F | 3,925,944 | 4,825,541 |
| Series FI | 666,240 | 1,285,233 |
| Series I | 538,144 | 450,256 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Sector Focus Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 90,322 | 77,660 |
| Series E | 1,870 | 4,829 |
| Series F | 54,963 | 40,749 |
| Series FI | 9,126 | 15,726 |
| Series I | 6,236 | 1,619 |
| | **162,517** | **140,583** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 937 | 1,722 |
| Series E | 16 | 83 |
| Series F | 885 | 936 |
| Series FI | 13 | 520 |
| Series I | 74 | 73 |
| | **1,925** | **3,334** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 3,737 | 37,379 |
| Series F | 9,626 | 35,124 |
| Series FI | 2 | 752 |
| Series I | 741 | 4,024 |
| Payments on redemption | | |
| Series A | (28,566) | (14,308) |
| Series E | (677) | (2,312) |
| Series F | (29,359) | (11,710) |
| Series FI | (9,141) | (1,552) |
| Series I | (5,489) | (70) |
| | **(59,126)** | **47,327** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (23,892) | 24,793 |
| Series E | (661) | (2,229) |
| Series F | (18,848) | 24,350 |
| Series FI | (9,126) | (280) |
| Series I | (4,674) | 4,027 |
| | **(57,201)** | **50,661** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 66,430 | 102,453 |
| Series E | 1,209 | 2,600 |
| Series F | 36,115 | 65,099 |
| Series FI | n/a | 15,446 |
| Series I | 1,562 | 5,646 |
| | **105,316** | **191,244** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 1,925 | 3,334 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,330) | (4,499) |
| Net realized (gain) loss on options contracts | 187 | – |
| Unrealized foreign currency translation (gain) loss | – | 628 |
| Change in unrealized (gain) loss on non-derivative financial assets | (2,974) | (1,248) |
| Change in unrealized (gain) loss on options contracts | 203 | – |
| Change in unrealized (gain) loss on currency forward contracts | (676) | 3 |
| Change in unrealized (gain) loss on currency spot contracts | – | 4 |
| Purchases of portfolio investments | (168,745) | (317,635) |
| Proceeds from sale of portfolio investments | 234,068 | 329,997 |
| Margin deposited on derivatives | (5,666) | – |
| Accrued investment income and other | – | 105 |
| Accrued expenses and other payables | (66) | 53 |
| **Net cash provided by (used in) operating activities** | **56,926** | **10,742** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | (274) | 74,193 |
| Amounts paid on redemption of redeemable shares | (59,597) | (26,399) |
| **Net cash provided by (used in) financing activities** | **(59,871)** | **47,794** |
| Unrealized foreign currency translation gain (loss) | – | (628) |
| Net increase (decrease) in cash | (2,945) | 57,908 |
| Cash (bank overdraft), beginning of period | 723 | 984 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(2,222)** | **58,892** |
| Interest paid[1] | 6 | 1 |
| Interest received[1] | 339 | 909 |
| Dividends received, net of withholding taxes[1] | 885 | 1,031 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Sector Focus Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (96.1%)** | | | |
| **United States (96.1%)** | | | |
| Energy Select Sector SPDR Fund (The) | 162,626 | 16,405 | 16,447 |
| Financial Select Sector SPDR Fund (The) | 537,742 | 16,391 | 16,798 |
| iShares 20+ Year Treasury Bond Fund ETF | 52,629 | 8,486 | 8,418 |
| iShares Trust, Barclays 1-3 Year Treasury Bond Fund | 90,411 | 10,055 | 10,252 |
| iShares U.S. Industrials ETF | 100,441 | 13,954 | 16,261 |
| iShares U.S. Utilities ETF | 103,049 | 15,902 | 16,860 |
| Materials Select Sector SPDR Fund (The) | 242,382 | 15,352 | 16,169 |
| **PURCHASED OPTIONS (1.7%)** | | **2,072** | **1,779** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.8%)** | | **98,617** | **102,984** |
| **TRANSACTION COSTS (0.0%)** | | **(23)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (97.8%)** | | **98,594** | **102,984** |
| **WRITTEN OPTIONS (–1.7%)** | | **–** | **(1,829)** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.2%)** | | **–** | **200** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–2.1%)** | | | |
| Canadian | | (1,987) | (1,987) |
| Foreign | | (235) | (235) |
| | | **(2,222)** | **(2,222)** |
| **OTHER NET ASSETS (LIABILITIES) (5.8%)** | | | **6,183** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **105,316** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Purchased Options

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Paid ($000s) | Current Value ($000s) |
|---|---|---|---|---|---|---|---|---|
| Chicago Board Options Exchange Volatility Index (The), 23.00 Call, Mar. 22 17 | Call | 10,000 | 1,000,000 | 22-Mar-17 | 23.00 | USD | 2,072 | 1,779 |
| | | | | | | | **2,072** | **1,779** |

### Schedule of Written Options

| Underlying Security | Option Type | Number of Contracts | Number of Shares | Expiration Date | Strike Price ($) | Strike Price Currency | Premium Received ($000s) | Current Liability ($000s) |
|---|---|---|---|---|---|---|---|---|
| Chicago Board Options Exchange Volatility Index (The), 17.00 Call, Mar. 22 17 | Call | (5,000) | (500,000) | 22-Mar-17 | 17.00 | USD | (1,919) | (1,829) |
| | | | | | | | **(1,919)** | **(1,829)** |

### Schedule of Derivative Instruments

*Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 23,707 | (USD) (17,600) | 0.742 | 0.745 | 80 |
| Bank of Montreal | A-1 | 19-Jan-17 | CAD 16,850 | (USD) (12,500) | 0.742 | 0.745 | 70 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 5,944 | (USD) (4,400) | 0.740 | 0.745 | 37 |
| Bank of Montreal | A-1 | 19-Jan-17 | USD 4,000 | (CAD) (5,305) | 1.326 | 1.342 | 65 |
| | | | | | | | **252** |

*Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 11,100 | (CAD) (14,953) | 1.347 | 1.342 | (52) |
| | | | | | | | **(52)** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Sector Focus Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital appreciation with generally lower volatility than U.S. equity markets by allocating among a focused number of U.S. sectors as well as cash and fixed income.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 105,994 | (26,043) | 79,951 | 75.9 |
| | **105,994** | **(26,043)** | **79,951** | **75.9** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 163,398 | (78,200) | 85,198 | 52.4 |
| | **163,398** | **(78,200)** | **85,198** | **52.4** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $7,995,000 or approximately 7.6% (June 30, 2016 – $8,520,000 or approximately 5.2%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 96.1% (June 30, 2016 – 100.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $10,116,000 (June 30, 2016 – $16,258,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **96.1** | **100.0** |
| United States | 96.1 | 100.0 |
| **PURCHASED OPTIONS** | **1.7** | **–** |
| **WRITTEN OPTIONS** | **(1.7)** | **–** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **(2.1)** | **0.4** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 101,205 | – | – | 101,205 |
| Warrants, rights and options | 1,779 | – | – | 1,779 |
| Unrealized gain on currency forward contracts | – | 252 | – | 252 |
| | **102,984** | **252** | **–** | **103,236** |
| Liability for written options | (1,829) | – | – | (1,829) |
| Unrealized loss on currency forward contracts | – | (52) | – | (52) |
| | **101,155** | **200** | **–** | **101,355** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 162,577 | – | – | 162,577 |
| | **162,577** | **–** | **–** | **162,577** |
| Unrealized loss on currency forward contracts | – | (476) | – | (476) |
| | **162,577** | **(476)** | **–** | **162,101** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic U.S. Sector Focus Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 252 | (52) | – | 200 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **252** | **(52)** | **–** | **200** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 52 | (52) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **52** | **(52)** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 476 | – | – | 476 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **476** | **–** | **–** | **476** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Energy Select Sector SPDR Fund (The) | 16,447 | 0.1 |
| Financial Select Sector SPDR Fund (The) | 16,798 | 0.1 |
| iShares 20+ Year Treasury Bond Fund ETF | 8,418 | 0.1 |
| iShares Trust, Barclays 1-3 Year Treasury Bond Fund | 10,252 | 0.1 |
| iShares U.S. Industrials ETF | 16,261 | 1.2 |
| iShares U.S. Utilities ETF | 16,860 | 1.8 |
| Materials Select Sector SPDR Fund (The) | 16,169 | 0.3 |
| | **101,205** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Consumer Discretionary Select Sector SPDR Fund (The) | 20,080 | 0.2 |
| Consumer Staples Select Sector SPDR Fund (The) | 22,311 | 0.2 |
| iShares 20+ Year Treasury Bond Fund ETF | 8,995 | 0.1 |
| iShares 7-10 Year Treasury Bond ETF | 44,236 | 0.3 |
| iShares U.S. Industrials ETF | 22,549 | 2.1 |
| iShares U.S. Utilities ETF | 22,022 | 1.5 |
| Technology Select Sector SPDR Fund (The) | 22,384 | 0.1 |
| | **162,577** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Class Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 194,034 | 199,431 |
| Cash | – | 298 |
| Receivable for securities sold | 797 | 533 |
| Subscriptions receivable | 162 | 1,035 |
| Accrued investment income and other | – | 3 |
| | **194,993** | **201,300** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 45 | – |
| Management fee payable | 275 | 286 |
| Payable for securities purchased | – | 72 |
| Redemptions payable | 1,678 | 195 |
| Accrued expenses | 27 | 28 |
| Distributions payable | 88 | – |
| | **2,113** | **581** |
| **Net assets attributable to holders of redeemable shares** | **192,880** | **200,719** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 78,123 | 89,731 |
| Series E | 31,887 | 29,744 |
| Series F | 21,329 | 20,087 |
| Series FT | 3,945 | 2,913 |
| Series G | 29,584 | 25,141 |
| Series I | 10,384 | 12,925 |
| Series IT | 3,364 | 3,467 |
| Series T | 14,264 | 16,711 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 13.04 | 12.78 |
| Series E | 11.72 | 11.48 |
| Series F | 14.56 | 14.19 |
| Series FT | 9.65 | 9.64 |
| Series G | 13.17 | 12.90 |
| Series I | 15.67 | 15.20 |
| Series IT | 10.34 | 10.27 |
| Series T | 8.63 | 8.67 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 9.71 | 9.83 |
| Series F | 10.84 | 10.91 |
| Series I | 11.67 | 11.69 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 4,218 | 7,698 |
| Interest for distribution purposes | 2,659 | 2,616 |
| Net realized gain (loss) on non-derivative financial assets | 2,403 | 2,589 |
| Change in unrealized gain (loss) on non-derivative financial assets | (2,422) | (11,082) |
| Net gain (loss) on investments | **6,858** | **1,821** |
| Net realized and unrealized foreign currency translation gain (loss) | (2) | (3) |
| Total income (loss), net | **6,856** | **1,818** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,574 | 1,628 |
| Fixed administration fees (note 6) | 146 | 153 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 197 | 199 |
| Total expenses | **1,919** | **1,982** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,919** | **1,982** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **4,937** | **(164)** |
| Income tax recovery (expense) | 7 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **4,944** | **(164)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,019 | (215) |
| Series E | 661 | (20) |
| Series F | 549 | 44 |
| Series FT | 83 | 14 |
| Series G | 725 | (99) |
| Series I | 415 | 109 |
| Series IT | 114 | 24 |
| Series T | 378 | (21) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.31 | (0.02) |
| Series E | 0.24 | (0.01) |
| Series F | 0.37 | 0.03 |
| Series FT | 0.23 | 0.07 |
| Series G | 0.31 | (0.05) |
| Series I | 0.52 | 0.13 |
| Series IT | 0.35 | 0.09 |
| Series T | 0.20 | (0.01) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 6,503,085 | 7,354,520 |
| Series E | 2,722,371 | 1,766,963 |
| Series F | 1,486,486 | 1,256,833 |
| Series FT | 359,216 | 208,985 |
| Series G | 2,371,192 | 2,049,511 |
| Series I | 791,295 | 848,350 |
| Series IT | 327,340 | 269,231 |
| Series T | 1,846,814 | 2,200,182 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Class Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 89,731 | 105,935 |
| Series E | 29,744 | 18,000 |
| Series F | 20,087 | 18,566 |
| Series FT | 2,913 | 2,031 |
| Series G | 25,141 | 29,586 |
| Series I | 12,925 | 13,939 |
| Series IT | 3,467 | 3,057 |
| Series T | 16,711 | 23,798 |
| | **200,719** | **214,912** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,019 | (215) |
| Series E | 661 | (20) |
| Series F | 549 | 44 |
| Series FT | 83 | 14 |
| Series G | 725 | (99) |
| Series I | 415 | 109 |
| Series IT | 114 | 24 |
| Series T | 378 | (21) |
| | **4,944** | **(164)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (5) | (12) |
| Series E | (2) | (3) |
| Series F | (1) | (3) |
| Series FT | (2) | (1) |
| Series G | (2) | (4) |
| Series I | (1) | (2) |
| Series IT | (2) | (2) |
| Series T | (7) | (14) |
| From net realized gains on investments | | |
| Series A | (156) | (195) |
| Series E | (51) | (33) |
| Series F | (36) | (32) |
| Series FT | (45) | (25) |
| Series G | (50) | (53) |
| Series I | (22) | (25) |
| Series IT | (46) | (31) |
| Series T | (247) | (212) |
| From return of capital | | |
| Series FT | (49) | (30) |
| Series IT | (43) | (43) |
| Series T | (185) | (301) |
| | **(952)** | **(1,021)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 2,969 | 6,126 |
| Series E | 6,397 | 7,948 |
| Series F | 5,080 | 3,278 |
| Series FT | 1,358 | 861 |
| Series G | 9,014 | 1,983 |
| Series IT | – | 157 |
| Series T | 947 | 744 |
| Reinvested distributions | | |
| Series A | 157 | 202 |
| Series E | 52 | 36 |
| Series F | 28 | 27 |
| Series FT | 23 | 20 |
| Series G | 49 | 54 |
| Series I | 23 | 27 |
| Series IT | 28 | 23 |
| Series T | 140 | 146 |
| Payments on redemption | | |
| Series A | (16,592) | (12,998) |
| Series E | (4,914) | (1,503) |
| Series F | (4,378) | (2,317) |
| Series FT | (336) | (33) |
| Series G | (5,293) | (4,779) |
| Series I | (2,956) | (499) |
| Series IT | (154) | (21) |
| Series T | (3,473) | (4,499) |
| | **(11,831)** | **(5,017)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (11,608) | (7,092) |
| Series E | 2,143 | 6,425 |
| Series F | 1,242 | 997 |
| Series FT | 1,032 | 806 |
| Series G | 4,443 | (2,898) |
| Series I | (2,541) | (390) |
| Series IT | (103) | 107 |
| Series T | (2,447) | (4,157) |
| | **(7,839)** | **(6,202)** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 78,123 | 98,843 |
| Series E | 31,887 | 24,425 |
| Series F | 21,329 | 19,563 |
| Series FT | 3,945 | 2,837 |
| Series G | 29,584 | 26,688 |
| Series I | 10,384 | 13,549 |
| Series IT | 3,364 | 3,164 |
| Series T | 14,264 | 19,641 |
| | **192,880** | **208,710** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 4,944 | (164) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (2,403) | (2,589) |
| Change in unrealized (gain) loss on non-derivative financial assets | 2,422 | 11,082 |
| Other non-cash transactions | (6,877) | (8,005) |
| Purchases of portfolio investments | (11,309) | (10,491) |
| Proceeds from sale of portfolio investments | 23,228 | 17,188 |
| Accrued investment income and other | 3 | 1 |
| Accrued expenses and other payables | (12) | (13) |
| **Net cash provided by (used in) operating activities** | **9,996** | **7,009** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 19,863 | 14,619 |
| Amounts paid on redemption of redeemable shares | (29,838) | (21,166) |
| Distributions to shareholders of redeemable shares | (364) | (392) |
| **Net cash provided by (used in) financing activities** | **(10,339)** | **(6,939)** |
| Net increase (decrease) in cash | (343) | 70 |
| Cash (bank overdraft), beginning of period | 298 | 456 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(45)** | **526** |
| Interest paid[1] | 1 | – |
| Interest received[1] | – | – |
| Dividends received, net of withholding taxes[1] | – | 2,308 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Class Portfolio (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (100.6%)** | | | |
| **Equity Funds (51.4%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 1,571,614 | 11,850 | 13,469 |
| Dynamic Dividend Fund, Series "O" | 1,148,622 | 7,155 | 10,384 |
| Dynamic Global Dividend Fund, Series "O" | 668,702 | 8,936 | 11,228 |
| Dynamic Global Equity Fund, Series "O" | 654,969 | 7,228 | 8,528 |
| Dynamic Global Value Fund, Series "O" | 1,220,307 | 9,505 | 11,544 |
| Dynamic Power Canadian Growth Fund, Series "O" | 936,527 | 7,632 | 9,983 |
| Dynamic Power Global Growth Fund, Series "O" | 1,075,916 | 12,713 | 14,912 |
| Dynamic Power Small Cap Fund, Series "O" | 208,866 | 2,292 | 2,970 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 390,834 | 4,353 | 4,358 |
| Dynamic Value Fund of Canada, Series "O" | 1,061,030 | 11,400 | 11,852 |
| **Fixed Income Funds (49.2%)** | | | |
| Dynamic Canadian Bond Fund, Series "O" | 8,819,179 | 46,686 | 47,094 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 2,196,608 | 20,028 | 19,769 |
| Dynamic Credit Spectrum Fund, Series "O" | 1,565,321 | 15,186 | 14,150 |
| Dynamic Strategic Bond Fund, Series "O" | 1,504,106 | 14,042 | 13,793 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.6%)** | | **179,006** | **194,034** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.0%)** | | | |
| Canadian | | (45) | (45) |
| Foreign | | – | – |
| | | **(45)** | **(45)** |
| **OTHER NET ASSETS (LIABILITIES) (–0.6%)** | | | **(1,109)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **192,880** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Class Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve a balance of income and long-term capital growth by investing primarily in a diversified portfolio of fixed income and equity mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 100.6% (June 30, 2016 – 99.4%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $19,403,000 (June 30, 2016 – $19,943,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **100.6** | **99.4** |
| Equity Funds | 51.4 | 50.3 |
| Fixed Income Funds | 49.2 | 49.1 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.0** | **0.1** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| Dcember 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 194,034 | – | – | 194,034 |
| | **194,034** | **–** | **–** | **194,034** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 199,431 | – | – | 199,431 |
| | **199,431** | **–** | **–** | **199,431** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in unconsolidated structured entities (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 13,469 | 3.2 |
| Dynamic Canadian Bond Fund, Series "O" | 47,094 | 2.9 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 19,769 | 7.6 |
| Dynamic Credit Spectrum Fund, Series "O" | 14,150 | 3.3 |
| Dynamic Dividend Fund, Series "O" | 10,384 | 1.5 |
| Dynamic Global Dividend Fund, Series "O" | 11,228 | 1.2 |
| Dynamic Global Equity Fund, Series "O" | 8,528 | 1.4 |
| Dynamic Global Value Fund, Series "O" | 11,544 | 2.7 |
| Dynamic Power Canadian Growth Fund, Series "O" | 9,983 | 1.4 |
| Dynamic Power Global Growth Fund, Series "O" | 14,912 | 10.7 |
| Dynamic Power Small Cap Fund, Series "O" | 2,970 | 1.1 |
| Dynamic Strategic Bond Fund, Series "O" | 13,793 | 9.9 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 4,358 | 0.5 |
| Dynamic Value Fund of Canada, Series "O" | 11,852 | 0.7 |
| | **194,034** | |

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Class Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 14,106 | 3.1 |
| Dynamic Canadian Bond Fund, Series "O" | 49,175 | 2.6 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 20,332 | 7.7 |
| Dynamic Credit Spectrum Fund, Series "O" | 14,324 | 3.2 |
| Dynamic Dividend Fund, Series "O" | 10,371 | 1.7 |
| Dynamic Global Dividend Fund, Series "O" | 11,125 | 1.3 |
| Dynamic Global Equity Fund, Series "O" | 8,584 | 1.6 |
| Dynamic Global Value Fund, Series "O" | 11,333 | 2.6 |
| Dynamic Power Canadian Growth Fund, Series "O" | 9,249 | 1.3 |
| Dynamic Power Global Growth Fund, Series "O" | 16,230 | 10.6 |
| Dynamic Power Small Cap Fund, Series "O" | 3,078 | 1.2 |
| Dynamic Strategic Bond Fund, Series "O" | 14,712 | 10.2 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 4,626 | 0.5 |
| Dynamic Value Fund of Canada, Series "O" | 12,186 | 0.6 |
| | **199,431** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Balanced Growth Class Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 178,097 | 172,697 |
| Cash | 859 | 1,125 |
| Receivable for securities sold | 439 | 572 |
| Subscriptions receivable | 93 | 342 |
| Accrued investment income and other | 1 | – |
| | **179,489** | **174,736** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 278 | 273 |
| Payable for securities purchased | 633 | 1,046 |
| Redemptions payable | 379 | 500 |
| Accrued expenses | 26 | 25 |
| Distributions payable | 80 | – |
| | **1,396** | **1,844** |
| **Net assets attributable to holders of redeemable shares** | **178,093** | **172,892** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 70,629 | 77,059 |
| Series E | 40,835 | 32,843 |
| Series F | 18,301 | 16,313 |
| Series FT | 2,285 | 1,344 |
| Series G | 16,533 | 16,254 |
| Series I | 8,067 | 7,034 |
| Series IT | 795 | 794 |
| Series T | 20,648 | 21,251 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 13.17 | 12.82 |
| Series E | 12.41 | 12.07 |
| Series F | 14.58 | 14.11 |
| Series FT | 8.90 | 8.87 |
| Series G | 13.34 | 12.98 |
| Series I | 15.87 | 15.27 |
| Series IT | 9.67 | 9.59 |
| Series T | 8.06 | 8.08 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 9.81 | 9.86 |
| Series F | 10.86 | 10.85 |
| Series I | 11.82 | 11.74 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 5,379 | 8,361 |
| Interest for distribution purposes | 1,523 | 1,398 |
| Net realized gain (loss) on non-derivative financial assets | 1,239 | 1,037 |
| Change in unrealized gain (loss) on non-derivative financial assets | (941) | (8,380) |
| Net gain (loss) on investments | **7,200** | **2,416** |
| Net realized and unrealized foreign currency translation gain (loss) | 1 | – |
| Total income (loss), net | **7,201** | **2,416** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,505 | 1,424 |
| Fixed administration fees (note 6) | 137 | 135 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 183 | 171 |
| Total expenses | **1,827** | **1,731** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **1,827** | **1,731** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **5,374** | **685** |
| Income tax recovery (expense) | 2 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **5,376** | **685** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 2,289 | 192 |
| Series E | 986 | 123 |
| Series F | 577 | 120 |
| Series FT | 59 | 10 |
| Series G | 498 | 66 |
| Series I | 302 | 99 |
| Series IT | 33 | 13 |
| Series T | 632 | 62 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.41 | 0.04 |
| Series E | 0.32 | 0.07 |
| Series F | 0.49 | 0.13 |
| Series FT | 0.29 | 0.09 |
| Series G | 0.41 | 0.06 |
| Series I | 0.64 | 0.20 |
| Series IT | 0.40 | 0.14 |
| Series T | 0.25 | 0.03 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 5,619,156 | 5,855,037 |
| Series E | 3,041,151 | 1,752,886 |
| Series F | 1,182,959 | 867,850 |
| Series FT | 204,195 | 115,728 |
| Series G | 1,210,049 | 1,318,422 |
| Series I | 475,349 | 491,733 |
| Series IT | 82,629 | 85,409 |
| Series T | 2,564,702 | 2,300,861 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Growth Class Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 77,059 | 84,404 |
| Series E | 32,843 | 20,313 |
| Series F | 16,313 | 12,224 |
| Series FT | 1,344 | 1,054 |
| Series G | 16,254 | 18,406 |
| Series I | 7,034 | 8,683 |
| Series IT | 794 | 925 |
| Series T | 21,251 | 21,036 |
| | **172,892** | **167,045** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 2,289 | 192 |
| Series E | 986 | 123 |
| Series F | 577 | 120 |
| Series FT | 59 | 10 |
| Series G | 498 | 66 |
| Series I | 302 | 99 |
| Series IT | 33 | 13 |
| Series T | 632 | 62 |
| | **5,376** | **685** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (7) | (16) |
| Series E | (5) | (6) |
| Series F | (2) | (3) |
| Series FT | (1) | (1) |
| Series G | (2) | (4) |
| Series I | (1) | (1) |
| Series IT | – | (1) |
| Series T | (14) | (19) |
| From net realized gains on investments | | |
| Series A | (169) | (190) |
| Series E | (71) | (42) |
| Series F | (36) | (28) |
| Series FT | (24) | (11) |
| Series G | (37) | (40) |
| Series I | (16) | (19) |
| Series IT | (13) | (11) |
| Series T | (318) | (205) |
| From return of capital | | |
| Series FT | (37) | (22) |
| Series IT | (12) | (15) |
| Series T | (359) | (403) |
| | **(1,124)** | **(1,037)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 4,204 | 5,750 |
| Series E | 11,375 | 6,525 |
| Series F | 4,488 | 2,947 |
| Series FT | 1,077 | 189 |
| Series G | 2,204 | 1,734 |
| Series I | 1,320 | – |
| Series T | 1,169 | 1,637 |
| Reinvested distributions | | |
| Series A | 170 | 200 |
| Series E | 76 | 47 |
| Series F | 33 | 26 |
| Series FT | 24 | 3 |
| Series G | 39 | 44 |
| Series I | 17 | 20 |
| Series IT | 1 | 1 |
| Series T | 327 | 226 |
| Payments on redemption | | |
| Series A | (12,917) | (9,477) |
| Series E | (4,369) | (1,456) |
| Series F | (3,072) | (1,113) |
| Series FT | (157) | (24) |
| Series G | (2,423) | (1,464) |
| Series I | (589) | (1,012) |
| Series IT | (8) | (8) |
| Series T | (2,040) | (1,614) |
| | **949** | **3,181** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (6,430) | (3,541) |
| Series E | 7,992 | 5,191 |
| Series F | 1,988 | 1,949 |
| Series FT | 941 | 144 |
| Series G | 279 | 336 |
| Series I | 1,033 | (913) |
| Series IT | 1 | (21) |
| Series T | (603) | (316) |
| | **5,201** | **2,829** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 70,629 | 80,863 |
| Series E | 40,835 | 25,504 |
| Series F | 18,301 | 14,173 |
| Series FT | 2,285 | 1,198 |
| Series G | 16,533 | 18,742 |
| Series I | 8,067 | 7,770 |
| Series IT | 795 | 904 |
| Series T | 20,648 | 20,720 |
| | **178,093** | **169,874** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 5,376 | 685 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,239) | (1,037) |
| Change in unrealized (gain) loss on non-derivative financial assets | 941 | 8,380 |
| Other non-cash transactions | (6,902) | (7,358) |
| Purchases of portfolio investments | (9,115) | (9,483) |
| Proceeds from sale of portfolio investments | 10,635 | 7,180 |
| Accrued investment income and other | (1) | (2) |
| Accrued expenses and other payables | 6 | 8 |
| **Net cash provided by (used in) operating activities** | **(299)** | **(1,627)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 20,583 | 13,284 |
| Amounts paid on redemption of redeemable shares | (20,193) | (10,926) |
| Distributions to shareholders of redeemable shares | (357) | (383) |
| **Net cash provided by (used in) financing activities** | **33** | **1,975** |
| Net increase (decrease) in cash | (266) | 348 |
| Cash (bank overdraft), beginning of period | 1,125 | 414 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **859** | **762** |
| Interest paid[1] | 1 | – |
| Interest received[1] | – | – |
| Dividends received, net of withholding taxes[1] | – | 2,399 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Growth Class Portfolio (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (100.0%)** | | | |
| **Equity Funds (67.5%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 2,013,864 | 15,629 | 17,259 |
| Dynamic Dividend Fund, Series "O" | 1,360,028 | 8,910 | 12,295 |
| Dynamic Global Dividend Fund, Series "O" | 852,917 | 11,589 | 14,320 |
| Dynamic Global Equity Fund, Series "O" | 749,023 | 8,349 | 9,752 |
| Dynamic Global Value Fund, Series "O" | 1,447,931 | 11,469 | 13,697 |
| Dynamic Power Canadian Growth Fund, Series "O" | 888,269 | 7,243 | 9,469 |
| Dynamic Power Global Growth Fund, Series "O" | 1,276,031 | 15,426 | 17,686 |
| Dynamic Power Small Cap Fund, Series "O" | 311,610 | 3,539 | 4,431 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 608,619 | 6,557 | 6,786 |
| Dynamic Value Fund of Canada, Series "O" | 1,296,949 | 13,998 | 14,487 |
| **Fixed Income Funds (32.5%)** | | | |
| Dynamic Canadian Bond Fund, Series "O" | 5,434,884 | 28,848 | 29,022 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 1,414,792 | 12,944 | 12,733 |
| Dynamic Credit Spectrum Fund, Series "O" | 905,289 | 8,739 | 8,184 |
| Dynamic Strategic Bond Fund, Series "O" | 869,755 | 8,160 | 7,976 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.0%)** | | **161,400** | **178,097** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.5%)** | | | |
| Canadian | | 859 | 859 |
| Foreign | | – | – |
| | | **859** | **859** |
| **OTHER NET ASSETS (LIABILITIES) (–0.5%)** | | | **(863)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **178,093** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Balanced Growth Class Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth and some income by investing primarily in a diversified portfolio of equity and fixed income mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 100.0% (June 30, 2016 – 99.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $17,810,000 (June 30, 2016 – $17,270,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **100.0** | **99.9** |
| Equity Funds | 67.5 | 66.3 |
| Fixed Income Funds | 32.5 | 33.6 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **0.5** | **0.7** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 178,097 | – | – | 178,097 |
| | **178,097** | **–** | **–** | **178,097** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 172,697 | – | – | 172,697 |
| | **172,697** | **–** | **–** | **172,697** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 17,259 | 4.1 |
| Dynamic Canadian Bond Fund, Series "O" | 29,022 | 1.8 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 12,733 | 4.9 |
| Dynamic Credit Spectrum Fund, Series "O" | 8,184 | 1.9 |
| Dynamic Dividend Fund, Series "O" | 12,295 | 1.8 |
| Dynamic Global Dividend Fund, Series "O" | 14,320 | 1.6 |
| Dynamic Global Equity Fund, Series "O" | 9,752 | 1.5 |
| Dynamic Global Value Fund, Series "O" | 13,697 | 3.2 |
| Dynamic Power Canadian Growth Fund, Series "O" | 9,469 | 1.3 |
| Dynamic Power Global Growth Fund, Series "O" | 17,686 | 12.7 |
| Dynamic Power Small Cap Fund, Series "O" | 4,431 | 1.7 |
| Dynamic Strategic Bond Fund, Series "O" | 7,976 | 5.7 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 6,786 | 0.8 |
| Dynamic Value Fund of Canada, Series "O" | 14,487 | 0.8 |
| | **178,097** | |

# DynamicEdge Balanced Growth Class Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 16,501 | 3.7 |
| Dynamic Canadian Bond Fund, Series "O" | 29,378 | 1.5 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 12,786 | 4.9 |
| Dynamic Credit Spectrum Fund, Series "O" | 7,871 | 1.8 |
| Dynamic Dividend Fund, Series "O" | 11,568 | 1.9 |
| Dynamic Global Dividend Fund, Series "O" | 13,565 | 1.5 |
| Dynamic Global Equity Fund, Series "O" | 9,278 | 1.7 |
| Dynamic Global Value Fund, Series "O" | 12,772 | 2.9 |
| Dynamic Power Canadian Growth Fund, Series "O" | 8,492 | 1.2 |
| Dynamic Power Global Growth Fund, Series "O" | 18,037 | 11.8 |
| Dynamic Power Small Cap Fund, Series "O" | 4,136 | 1.6 |
| Dynamic Strategic Bond Fund, Series "O" | 8,067 | 5.6 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 6,334 | 0.7 |
| Dynamic Value Fund of Canada, Series "O" | 13,912 | 0.7 |
| | **172,697** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Conservative Class Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 201,663 | 192,121 |
| Cash | – | 637 |
| Receivable for securities sold | 835 | 564 |
| Subscriptions receivable | 226 | 661 |
| Accrued investment income and other | 6 | 10 |
| | **202,730** | **193,993** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 490 | – |
| Management fee payable | 263 | 251 |
| Payable for securities purchased | 42 | 913 |
| Redemptions payable | 293 | 641 |
| Accrued expenses | 29 | 30 |
| Distributions payable | 72 | – |
| | **1,189** | **1,835** |
| **Net assets attributable to holders of redeemable shares** | **201,541** | **192,158** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 95,934 | 102,902 |
| Series E | 53,078 | 37,761 |
| Series F | 32,908 | 32,290 |
| Series I | 2,557 | 2,660 |
| Series T | 17,064 | 16,545 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 11.44 | 11.30 |
| Series E | 11.38 | 11.23 |
| Series F | 11.74 | 11.55 |
| Series I | 12.51 | 12.26 |
| Series T | 9.59 | 9.66 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 8.52 | 8.69 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 3,018 | 5,295 |
| Interest for distribution purposes | 3,208 | 2,733 |
| Net realized gain (loss) on non-derivative financial assets | 296 | 52 |
| Change in unrealized gain (loss) on non-derivative financial assets | (1,906) | (5,956) |
| Total income (loss), net | **4,616** | **2,124** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,408 | 1,219 |
| Fixed administration fees (note 6) | 156 | 142 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 2 | – |
| Harmonized Sales Tax/Goods and Services Tax | 170 | 144 |
| Total expenses | **1,737** | **1,506** |
| Expenses absorbed by the Manager | (6) | (8) |
| Net expenses | **1,731** | **1,498** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **2,885** | **626** |
| Income tax recovery (expense) | 4 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **2,889** | **626** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 1,486 | 212 |
| Series E | 484 | 92 |
| Series F | 617 | 253 |
| Series I | 63 | 44 |
| Series T | 239 | 25 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.17 | 0.02 |
| Series E | 0.12 | 0.04 |
| Series F | 0.22 | 0.09 |
| Series I | 0.30 | 0.12 |
| Series T | 0.14 | 0.01 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 8,640,608 | 7,884,164 |
| Series E | 3,995,223 | 2,363,516 |
| Series F | 2,847,387 | 2,564,420 |
| Series I | 209,077 | 345,786 |
| Series T | 1,734,725 | 1,629,010 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Conservative Class Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 102,902 | 87,025 |
| Series E | 37,761 | 21,554 |
| Series F | 32,290 | 25,446 |
| Series I | 2,660 | 4,310 |
| Series T | 16,545 | 15,983 |
| | **192,158** | **154,318** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 1,486 | 212 |
| Series E | 484 | 92 |
| Series F | 617 | 253 |
| Series I | 63 | 44 |
| Series T | 239 | 25 |
| | **2,889** | **626** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (12) | (42) |
| Series E | (6) | (8) |
| Series F | (4) | (9) |
| Series I | – | (1) |
| Series T | (10) | (15) |
| From net realized gains on investments | | |
| Series A | (206) | (152) |
| Series E | (82) | (45) |
| Series F | (68) | (52) |
| Series I | (6) | (8) |
| Series T | (183) | (107) |
| From return of capital | | |
| Series T | (164) | (220) |
| | **(741)** | **(659)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 13,987 | 22,542 |
| Series E | 22,477 | 16,571 |
| Series F | 6,781 | 12,675 |
| Series I | – | 105 |
| Series T | 2,531 | 3,600 |
| Reinvested distributions | | |
| Series A | 206 | 185 |
| Series E | 78 | 52 |
| Series F | 61 | 47 |
| Series I | 6 | 9 |
| Series T | 137 | 138 |
| Payments on redemption | | |
| Series A | (22,429) | (12,070) |
| Series E | (7,634) | (4,995) |
| Series F | (6,769) | (2,556) |
| Series I | (166) | (140) |
| Series T | (2,031) | (1,909) |
| | **7,235** | **34,254** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (6,968) | 10,675 |
| Series E | 15,317 | 11,667 |
| Series F | 618 | 10,358 |
| Series I | (103) | 9 |
| Series T | 519 | 1,512 |
| | **9,383** | **34,221** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 95,934 | 97,700 |
| Series E | 53,078 | 33,221 |
| Series F | 32,908 | 35,804 |
| Series I | 2,557 | 4,319 |
| Series T | 17,064 | 17,495 |
| | **201,541** | **188,539** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 2,889 | 626 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (296) | (52) |
| Change in unrealized (gain) loss on non-derivative financial assets | 1,906 | 5,956 |
| Other non-cash transactions | (6,226) | (6,732) |
| Purchases of portfolio investments | (19,292) | (34,333) |
| Proceeds from sale of portfolio investments | 13,224 | 1,838 |
| Accrued investment income and other | 4 | (4) |
| Accrued expenses and other payables | 11 | 58 |
| **Net cash provided by (used in) operating activities** | **(7,780)** | **(32,643)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 33,526 | 47,441 |
| Amounts paid on redemption of redeemable shares | (26,692) | (14,058) |
| Distributions to shareholders of redeemable shares | (181) | (167) |
| **Net cash provided by (used in) financing activities** | **6,653** | **33,216** |
| Net increase (decrease) in cash | (1,127) | 573 |
| Cash (bank overdraft), beginning of period | 637 | 893 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(490)** | **1,466** |
| Interest paid[1] | 2 | – |
| Interest received[1] | – | – |
| Dividends received, net of withholding taxes[1] | – | 1,291 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (100.1%)** | | | |
| **Equity Funds (37%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 999,935 | 9,135 | 8,569 |
| Dynamic Dividend Fund, Series "O" | 1,559,814 | 12,141 | 14,101 |
| Dynamic Global Dividend Fund, Series "O" | 614,290 | 9,448 | 10,314 |
| Dynamic Global Equity Fund, Series "O" | 572,304 | 6,768 | 7,451 |
| Dynamic Global Value Fund, Series "O" | 902,166 | 8,205 | 8,534 |
| Dynamic Power Canadian Growth Fund, Series "O" | 112,811 | 773 | 1,203 |
| Dynamic Power Global Growth Fund, Series "O" | 657,435 | 9,396 | 9,112 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 376,878 | 4,367 | 4,202 |
| Dynamic Value Fund of Canada, Series "O" | 990,560 | 11,419 | 11,065 |
| **Fixed Income Funds (63.1%)** | | | |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 1,976,814 | 20,486 | 19,986 |
| Dynamic Canadian Bond Fund, Series "O" | 7,515,013 | 41,036 | 40,130 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 2,206,905 | 20,496 | 19,862 |
| Dynamic Credit Spectrum Fund, Series "O" | 1,583,844 | 15,232 | 14,318 |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 966,044 | 9,455 | 9,380 |
| Dynamic Short Term Bond Fund, Series "O" | 990,233 | 9,635 | 9,348 |
| Dynamic Strategic Bond Fund, Series "O" | 1,536,265 | 14,578 | 14,088 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (100.1%)** | | **202,570** | **201,663** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–0.2%)** | | | |
| Canadian | | (490) | (490) |
| Foreign | | – | – |
| | | **(490)** | **(490)** |
| **OTHER NET ASSETS (LIABILITIES) (0.1%)** | | | **368** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **201,541** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Conservative Class Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve income and some long-term capital growth by investing primarily in a diversified portfolio of fixed income and some equity mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 100.1% (June 30, 2016 – 100.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $20,166,000 (June 30, 2016 – $19,212,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **100.1** | **100.0** |
| Equity Funds | 37.0 | 36.7 |
| Fixed Income Funds | 63.1 | 63.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **(0.2)** | **0.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 201,663 | – | – | 201,663 |
| | **201,663** | **–** | **–** | **201,663** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 192,121 | – | – | 192,121 |
| | **192,121** | **–** | **–** | **192,121** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 19,986 | 0.9 |
| Dynamic Blue Chip Equity Fund, Series "O" | 8,569 | 2.0 |
| Dynamic Canadian Bond Fund, Series "O" | 40,130 | 2.5 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 19,862 | 7.6 |
| Dynamic Credit Spectrum Fund, Series "O" | 14,318 | 3.4 |
| Dynamic Dividend Fund, Series "O" | 14,101 | 2.1 |
| Dynamic Global Dividend Fund, Series "O" | 10,314 | 1.1 |
| Dynamic Global Equity Fund, Series "O" | 7,451 | 1.2 |
| Dynamic Global Value Fund, Series "O" | 8,534 | 2.0 |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 9,380 | 5.3 |
| Dynamic Power Canadian Growth Fund, Series "O" | 1,203 | 0.2 |
| Dynamic Power Global Growth Fund, Series "O" | 9,112 | 6.5 |
| Dynamic Short Term Bond Fund, Series "O" | 9,348 | 14.2 |
| Dynamic Strategic Bond Fund, Series "O" | 14,088 | 10.1 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 4,202 | 0.5 |
| Dynamic Value Fund of Canada, Series "O" | 11,065 | 0.6 |
| | **201,663** | |

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Conservative Class Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Aurion Total Return Bond Fund, Series "O" | 19,839 | 1.3 |
| Dynamic Blue Chip Equity Fund, Series "O" | 9,048 | 2.0 |
| Dynamic Canadian Bond Fund, Series "O" | 38,635 | 2.0 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 18,669 | 7.1 |
| Dynamic Credit Spectrum Fund, Series "O" | 13,265 | 3.0 |
| Dynamic Dividend Fund, Series "O" | 12,790 | 2.1 |
| Dynamic Global Dividend Fund, Series "O" | 9,487 | 1.1 |
| Dynamic Global Equity Fund, Series "O" | 6,817 | 1.3 |
| Dynamic Global Value Fund, Series "O" | 7,691 | 1.8 |
| Dynamic Investment Grade Floating Rate Fund, Series "O" | 8,437 | 4.4 |
| Dynamic Power Canadian Growth Fund, Series "O" | 1,078 | 0.1 |
| Dynamic Power Global Growth Fund, Series "O" | 9,572 | 6.3 |
| Dynamic Short Term Bond Fund, Series "O" | 9,059 | 9.5 |
| Dynamic Strategic Bond Fund, Series "O" | 13,724 | 9.5 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 3,803 | 0.4 |
| Dynamic Value Fund of Canada, Series "O" | 10,207 | 0.5 |
| | **192,121** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Equity Class Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 50,478 | 51,489 |
| Cash | – | 149 |
| Receivable for securities sold | 309 | 127 |
| Subscriptions receivable | 54 | 2 |
| Accrued investment income and other | – | 3 |
| | **50,841** | **51,770** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 97 | – |
| Management fee payable | 73 | 77 |
| Payable for securities purchased | – | 57 |
| Redemptions payable | 10 | 115 |
| Accrued expenses | 8 | 9 |
| Distributions payable | 70 | – |
| | **258** | **258** |
| **Net assets attributable to holders of redeemable shares** | **50,583** | **51,512** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 23,035 | 25,385 |
| Series E | 5,994 | 5,275 |
| Series F | 2,926 | 2,853 |
| Series FT | 705 | 845 |
| Series I | 6,800 | 5,814 |
| Series IT | 1,285 | 1,254 |
| Series T | 9,838 | 10,086 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 13.10 | 12.56 |
| Series E | 11.23 | 10.76 |
| Series F | 14.23 | 13.57 |
| Series FT | 7.45 | 7.40 |
| Series I | 15.91 | 15.07 |
| Series IT | 8.34 | 8.24 |
| Series T | 6.72 | 6.72 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 9.76 | 9.66 |
| Series F | 10.60 | 10.43 |
| Series I | 11.85 | 11.59 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 2,068 | 4,184 |
| Net realized gain (loss) on non-derivative financial assets | 1,035 | 658 |
| Change in unrealized gain (loss) on non-derivative financial assets | (82) | (3,368) |
| Total income (loss), net | **3,021** | **1,474** |
| **EXPENSES** | | |
| Management fees (note 5) | 428 | 472 |
| Fixed administration fees (note 6) | 45 | 52 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 49 | 53 |
| Total expenses | **523** | **578** |
| Expenses absorbed by the Manager | – | (2) |
| Net expenses | **523** | **576** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **2,498** | **898** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 1,172 | 409 |
| Series E | 241 | 58 |
| Series F | 157 | 62 |
| Series FT | 45 | 24 |
| Series I | 345 | 153 |
| Series IT | 74 | 36 |
| Series T | 464 | 156 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.62 | 0.19 |
| Series E | 0.47 | 0.29 |
| Series F | 0.72 | 0.29 |
| Series FT | 0.39 | 0.15 |
| Series I | 0.86 | 0.41 |
| Series IT | 0.48 | 0.30 |
| Series T | 0.31 | 0.10 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 1,904,906 | 2,183,201 |
| Series E | 516,243 | 197,010 |
| Series F | 218,027 | 219,195 |
| Series FT | 114,530 | 151,509 |
| Series I | 399,798 | 375,519 |
| Series IT | 153,916 | 122,851 |
| Series T | 1,477,355 | 1,557,806 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Equity Class Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 25,385 | 31,561 |
| Series E | 5,275 | 1,410 |
| Series F | 2,853 | 3,188 |
| Series FT | 845 | 1,289 |
| Series I | 5,814 | 5,422 |
| Series IT | 1,254 | 1,054 |
| Series T | 10,086 | 12,555 |
| | **51,512** | **56,479** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 1,172 | 409 |
| Series E | 241 | 58 |
| Series F | 157 | 62 |
| Series FT | 45 | 24 |
| Series I | 345 | 153 |
| Series IT | 74 | 36 |
| Series T | 464 | 156 |
| | **2,498** | **898** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (3) | (8) |
| Series E | (1) | (1) |
| Series F | – | (1) |
| Series FT | (1) | (2) |
| Series I | (1) | (2) |
| Series IT | (1) | (1) |
| Series T | (9) | (15) |
| From net realized gains on investments | | |
| Series A | (77) | (99) |
| Series E | (14) | (4) |
| Series F | (9) | (8) |
| Series FT | (20) | (14) |
| Series I | (18) | (17) |
| Series IT | (25) | (16) |
| Series T | (216) | (170) |
| From return of capital | | |
| Series FT | (18) | (35) |
| Series IT | (33) | (29) |
| Series T | (237) | (301) |
| | **(683)** | **(723)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 932 | 1,382 |
| Series E | 1,287 | 2,415 |
| Series F | 435 | 599 |
| Series FT | 31 | 113 |
| Series I | 1,092 | 1,829 |
| Series IT | 26 | 198 |
| Series T | 275 | 407 |
| Reinvested distributions | | |
| Series A | 78 | 104 |
| Series E | 15 | 5 |
| Series F | 7 | 6 |
| Series FT | 12 | 10 |
| Series I | 17 | 18 |
| Series T | 147 | 144 |
| Payments on redemption | | |
| Series A | (4,452) | (3,662) |
| Series E | (809) | (147) |
| Series F | (517) | (179) |
| Series FT | (189) | (73) |
| Series I | (449) | (811) |
| Series IT | (10) | (16) |
| Series T | (672) | (616) |
| | **(2,744)** | **1,726** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (2,350) | (1,874) |
| Series E | 719 | 2,326 |
| Series F | 73 | 479 |
| Series FT | (140) | 23 |
| Series I | 986 | 1,170 |
| Series IT | 31 | 172 |
| Series T | (248) | (395) |
| | **(929)** | **1,901** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 23,035 | 29,687 |
| Series E | 5,994 | 3,736 |
| Series F | 2,926 | 3,667 |
| Series FT | 705 | 1,312 |
| Series I | 6,800 | 6,592 |
| Series IT | 1,285 | 1,226 |
| Series T | 9,838 | 12,160 |
| | **50,583** | **58,380** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 2,498 | 898 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,035) | (658) |
| Change in unrealized (gain) loss on non-derivative financial assets | 82 | 3,368 |
| Other non-cash transactions | (2,068) | (2,922) |
| Purchases of portfolio investments | (1,688) | (4,630) |
| Proceeds from sale of portfolio investments | 5,481 | 2,876 |
| Accrued investment income and other | 3 | – |
| Accrued expenses and other payables | (5) | (1) |
| **Net cash provided by (used in) operating activities** | **3,268** | **(1,069)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 2,709 | 5,010 |
| Amounts paid on redemption of redeemable shares | (5,886) | (3,561) |
| Distributions to shareholders of redeemable shares | (337) | (357) |
| **Net cash provided by (used in) financing activities** | **(3,514)** | **1,092** |
| Net increase (decrease) in cash | (246) | 23 |
| Cash (bank overdraft), beginning of period | 149 | 74 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(97)** | **97** |
| Dividends received, net of withholding taxes[1] | – | 1,261 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Equity Class Portfolio (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.8%)** | | | |
| **Equity Funds (99.8%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 739,862 | 5,664 | 6,341 |
| Dynamic Dividend Fund, Series "O" | 521,146 | 3,374 | 4,711 |
| Dynamic Global Dividend Fund, Series "O" | 337,649 | 4,560 | 5,669 |
| Dynamic Global Equity Fund, Series "O" | 369,801 | 4,062 | 4,815 |
| Dynamic Global Value Fund, Series "O" | 577,551 | 4,589 | 5,464 |
| Dynamic Power Canadian Growth Fund, Series "O" | 501,159 | 4,132 | 5,342 |
| Dynamic Power Global Growth Fund, Series "O" | 560,826 | 6,737 | 7,773 |
| Dynamic Power Small Cap Fund, Series "O" | 110,655 | 1,228 | 1,574 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 202,572 | 2,242 | 2,259 |
| Dynamic Value Fund of Canada, Series "O" | 584,681 | 6,292 | 6,530 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.8%)** | | **42,880** | **50,478** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–0.2%)** | | | |
| Canadian | | (97) | (97) |
| Foreign | | – | – |
| | | **(97)** | **(97)** |
| **OTHER NET ASSETS (LIABILITIES) (0.4%)** | | | **202** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **50,583** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Equity Class Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to maximize long-term capital growth by investing primarily in a diversified portfolio of equity mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 99.8% (June 30, 2016 – 100.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $5,048,000 (June 30, 2016 – $5,149,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **99.8** | **100.0** |
| Equity Funds | 99.8 | 100.0 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **(0.2)** | **0.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 50,478 | – | – | 50,478 |
| | **50,478** | **–** | **–** | **50,478** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 51,489 | – | – | 51,489 |
| | **51,489** | **–** | **–** | **51,489** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in unconsolidated structured entities (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 6,341 | 1.5 |
| Dynamic Dividend Fund, Series "O" | 4,711 | 0.7 |
| Dynamic Global Dividend Fund, Series "O" | 5,669 | 0.6 |
| Dynamic Global Equity Fund, Series "O" | 4,815 | 0.8 |
| Dynamic Global Value Fund, Series "O" | 5,464 | 1.3 |
| Dynamic Power Canadian Growth Fund, Series "O" | 5,342 | 0.7 |
| Dynamic Power Global Growth Fund, Series "O" | 7,773 | 5.6 |
| Dynamic Power Small Cap Fund, Series "O" | 1,574 | 0.6 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 2,259 | 0.3 |
| Dynamic Value Fund of Canada, Series "O" | 6,530 | 0.4 |
| | **50,478** | |

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Equity Class Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 6,494 | 1.4 |
| Dynamic Dividend Fund, Series "O" | 4,858 | 0.8 |
| Dynamic Global Dividend Fund, Series "O" | 5,713 | 0.6 |
| Dynamic Global Equity Fund, Series "O" | 4,908 | 0.9 |
| Dynamic Global Value Fund, Series "O" | 5,507 | 1.3 |
| Dynamic Power Canadian Growth Fund, Series "O" | 4,791 | 0.7 |
| Dynamic Power Global Growth Fund, Series "O" | 8,438 | 5.5 |
| Dynamic Power Small Cap Fund, Series "O" | 1,680 | 0.7 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 2,282 | 0.3 |
| Dynamic Value Fund of Canada, Series "O" | 6,818 | 0.3 |
| | **51,489** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DynamicEdge Growth Class Portfolio (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 83,641 | 80,552 |
| Receivable for securities sold | 687 | 458 |
| Subscriptions receivable | 853 | 181 |
| Accrued investment income and other | 1 | 3 |
| | **85,182** | **81,194** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Bank overdraft | 331 | 171 |
| Management fee payable | 108 | 105 |
| Payable for securities purchased | 64 | – |
| Redemptions payable | 23 | 137 |
| Accrued expenses | 11 | 12 |
| Distributions payable | 50 | – |
| | **587** | **425** |
| **Net assets attributable to holders of redeemable shares** | **84,595** | **80,769** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 32,333 | 38,387 |
| Series E | 18,724 | 12,018 |
| Series F | 7,704 | 5,935 |
| Series FT | 722 | 516 |
| Series I | 16,648 | 15,306 |
| Series IT | 3,571 | 3,372 |
| Series T | 4,893 | 5,235 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 13.04 | 12.61 |
| Series E | 10.70 | 10.33 |
| Series F | 14.51 | 13.95 |
| Series FT | 7.95 | 7.92 |
| Series I | 16.13 | 15.42 |
| Series IT | 9.00 | 8.91 |
| Series T | 7.34 | 7.35 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 9.71 | 9.70 |
| Series F | 10.81 | 10.73 |
| Series I | 12.01 | 11.86 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 2,839 | 4,999 |
| Interest for distribution purposes | 399 | 367 |
| Net realized gain (loss) on non-derivative financial assets | 904 | 785 |
| Change in unrealized gain (loss) on non-derivative financial assets | (150) | (4,644) |
| Net gain (loss) on investments | **3,992** | **1,507** |
| Net realized and unrealized foreign currency translation gain (loss) | 9 | 1 |
| Total income (loss), net | **4,001** | **1,508** |
| **EXPENSES** | | |
| Management fees (note 5) | 603 | 630 |
| Fixed administration fees (note 6) | 60 | 65 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 70 | 72 |
| Total expenses | **734** | **768** |
| Expenses absorbed by the Manager | (1) | (1) |
| Net expenses | **733** | **767** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **3,268** | **741** |
| Income tax recovery (expense) | 1 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **3,269** | **741** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 1,445 | 314 |
| Series E | 438 | 61 |
| Series F | 249 | 66 |
| Series FT | 24 | 6 |
| Series I | 756 | 217 |
| Series IT | 167 | 55 |
| Series T | 190 | 22 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.54 | 0.09 |
| Series E | 0.29 | 0.09 |
| Series F | 0.53 | 0.20 |
| Series FT | 0.31 | 0.12 |
| Series I | 0.75 | 0.26 |
| Series IT | 0.43 | 0.19 |
| Series T | 0.28 | 0.02 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 2,696,526 | 3,294,730 |
| Series E | 1,500,305 | 758,316 |
| Series F | 466,910 | 312,185 |
| Series FT | 77,708 | 58,367 |
| Series I | 1,005,880 | 826,196 |
| Series IT | 387,821 | 299,429 |
| Series T | 686,780 | 778,674 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Growth Class Portfolio (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 38,387 | 48,493 |
| Series E | 12,018 | 6,989 |
| Series F | 5,935 | 4,426 |
| Series FT | 516 | 532 |
| Series I | 15,306 | 13,098 |
| Series IT | 3,372 | 2,404 |
| Series T | 5,235 | 6,581 |
| | **80,769** | **82,523** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 1,445 | 313 |
| Series E | 438 | 61 |
| Series F | 249 | 66 |
| Series FT | 24 | 7 |
| Series I | 756 | 217 |
| Series IT | 167 | 55 |
| Series T | 190 | 22 |
| | **3,269** | **741** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (4) | (13) |
| Series E | (3) | (6) |
| Series F | (1) | (1) |
| Series FT | (1) | – |
| Series I | (2) | (4) |
| Series IT | (3) | (3) |
| Series T | (4) | (7) |
| From net realized gains on investments | | |
| Series A | (104) | (134) |
| Series E | (35) | (12) |
| Series F | (16) | (11) |
| Series FT | (10) | (8) |
| Series I | (42) | (32) |
| Series IT | (56) | (32) |
| Series T | (95) | (76) |
| From return of capital | | |
| Series FT | (14) | (10) |
| Series IT | (76) | (69) |
| Series T | (101) | (146) |
| | **(567)** | **(564)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 2,044 | 2,679 |
| Series E | 7,764 | 3,328 |
| Series F | 2,227 | 1,001 |
| Series FT | 272 | (1) |
| Series I | 2,521 | 2,972 |
| Series IT | 244 | 969 |
| Series T | 79 | 691 |
| Reinvested distributions | | |
| Series A | 107 | 143 |
| Series E | 38 | 18 |
| Series F | 16 | 10 |
| Series FT | 5 | – |
| Series I | 44 | 36 |
| Series IT | 23 | 19 |
| Series T | 53 | 75 |
| Payments on redemption | | |
| Series A | (9,542) | (6,623) |
| Series E | (1,496) | (736) |
| Series F | (706) | (333) |
| Series FT | (70) | – |
| Series I | (1,935) | (1,624) |
| Series IT | (100) | (42) |
| Series T | (464) | (791) |
| | **1,124** | **1,791** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (6,054) | (3,635) |
| Series E | 6,706 | 2,653 |
| Series F | 1,769 | 732 |
| Series FT | 206 | (12) |
| Series I | 1,342 | 1,565 |
| Series IT | 199 | 897 |
| Series T | (342) | (232) |
| | **3,826** | **1,968** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 32,333 | 44,858 |
| Series E | 18,724 | 9,642 |
| Series F | 7,704 | 5,158 |
| Series FT | 722 | 520 |
| Series I | 16,648 | 14,663 |
| Series IT | 3,571 | 3,301 |
| Series T | 4,893 | 6,349 |
| | **84,595** | **84,491** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 3,269 | 741 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (904) | (785) |
| Change in unrealized (gain) loss on non-derivative financial assets | 150 | 4,644 |
| Other non-cash transactions | (3,238) | (3,860) |
| Purchases of portfolio investments | (5,040) | (6,161) |
| Proceeds from sale of portfolio investments | 5,778 | 4,489 |
| Accrued investment income and other | 2 | 5 |
| Accrued expenses and other payables | 2 | (3) |
| **Net cash provided by (used in) operating activities** | **19** | **(930)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 8,227 | 7,700 |
| Amounts paid on redemption of redeemable shares | (8,175) | (6,545) |
| Distributions to shareholders of redeemable shares | (231) | (215) |
| **Net cash provided by (used in) financing activities** | **(179)** | **940** |
| Net increase (decrease) in cash | (160) | 10 |
| Cash (bank overdraft), beginning of period | (171) | 218 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **(331)** | **228** |

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Growth Class Portfolio (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (98.9%)** | | | |
| **Equity Funds (80.7%)** | | | |
| Dynamic Blue Chip Equity Fund, Series "O" | 997,616 | 7,790 | 8,550 |
| Dynamic Dividend Fund, Series "O" | 807,757 | 5,321 | 7,302 |
| Dynamic Global Dividend Fund, Series "O" | 475,701 | 6,549 | 7,987 |
| Dynamic Global Equity Fund, Series "O" | 451,565 | 5,039 | 5,879 |
| Dynamic Global Value Fund, Series "O" | 889,042 | 7,151 | 8,410 |
| Dynamic Power Canadian Growth Fund, Series "O" | 497,388 | 4,086 | 5,302 |
| Dynamic Power Global Growth Fund, Series "O" | 746,414 | 9,124 | 10,345 |
| Dynamic Power Small Cap Fund, Series "O" | 188,639 | 2,125 | 2,682 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 287,821 | 3,166 | 3,209 |
| Dynamic Value Fund of Canada, Series "O" | 766,113 | 8,320 | 8,559 |
| **Fixed Income Funds (18.2%)** | | | |
| Dynamic Canadian Bond Fund, Series "O" | 1,528,516 | 8,093 | 8,162 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 431,052 | 3,928 | 3,879 |
| Dynamic Credit Spectrum Fund, Series "O" | 189,225 | 1,829 | 1,711 |
| Dynamic Strategic Bond Fund, Series "O" | 181,429 | 1,702 | 1,664 |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.9%)** | | **74,223** | **83,641** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (–0.4%)** | | | |
| Canadian | | (331) | (331) |
| Foreign | | – | – |
| | | **(331)** | **(331)** |
| **OTHER NET ASSETS (LIABILITIES) (1.5%)** | | | **1,285** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **84,595** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DynamicEdge Growth Class Portfolio (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve long-term capital growth by investing primarily in a diversified portfolio of equity and some fixed income mutual funds.

The Fund invests primarily in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

### *Currency risk*

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.9% (June 30, 2016 – 99.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $8,364,000 (June 30, 2016 – $8,055,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, money market instruments or preferred shares.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **98.9** | **99.7** |
| Equity Funds | 80.7 | 81.6 |
| Fixed Income Funds | 18.2 | 18.1 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **(0.4)** | **(0.2)** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 83,641 | – | – | 83,641 |
| | **83,641** | **–** | **–** | **83,641** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 80,552 | – | – | 80,552 |
| | **80,552** | **–** | **–** | **80,552** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 8,550 | 2.0 |
| Dynamic Canadian Bond Fund, Series "O" | 8,162 | 0.5 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 3,879 | 1.5 |
| Dynamic Credit Spectrum Fund, Series "O" | 1,711 | 0.4 |
| Dynamic Dividend Fund, Series "O" | 7,302 | 1.1 |
| Dynamic Global Dividend Fund, Series "O" | 7,987 | 0.9 |
| Dynamic Global Equity Fund, Series "O" | 5,879 | 0.9 |
| Dynamic Global Value Fund, Series "O" | 8,410 | 2.0 |
| Dynamic Power Canadian Growth Fund, Series "O" | 5,302 | 0.7 |
| Dynamic Power Global Growth Fund, Series "O" | 10,345 | 7.4 |
| Dynamic Power Small Cap Fund, Series "O" | 2,682 | 1.0 |
| Dynamic Strategic Bond Fund, Series "O" | 1,664 | 1.2 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 3,209 | 0.4 |
| Dynamic Value Fund of Canada, Series "O" | 8,559 | 0.5 |
| | **83,641** | |

# DynamicEdge Growth Class Portfolio (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Blue Chip Equity Fund, Series "O" | 8,631 | 1.9 |
| Dynamic Canadian Bond Fund, Series "O" | 7,659 | 0.4 |
| Dynamic Corporate Bond Strategies Fund, Series "O" | 3,597 | 1.4 |
| Dynamic Credit Spectrum Fund, Series "O" | 1,648 | 0.4 |
| Dynamic Dividend Fund, Series "O" | 6,870 | 1.1 |
| Dynamic Global Dividend Fund, Series "O" | 7,571 | 0.9 |
| Dynamic Global Equity Fund, Series "O" | 5,592 | 1.0 |
| Dynamic Global Value Fund, Series "O" | 7,839 | 1.8 |
| Dynamic Power Canadian Growth Fund, Series "O" | 4,968 | 0.7 |
| Dynamic Power Global Growth Fund, Series "O" | 10,767 | 7.1 |
| Dynamic Power Small Cap Fund, Series "O" | 2,503 | 1.0 |
| Dynamic Strategic Bond Fund, Series "O" | 1,686 | 1.2 |
| Dynamic U.S. Dividend Advantage Fund, Series "O" | 3,003 | 0.3 |
| Dynamic Value Fund of Canada, Series "O" | 8,218 | 0.4 |
| | **80,552** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# Dynamic Aurion Tactical Balanced Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 29,807 | 25,946 |
| Unrealized gain on currency forward contracts | 20 | 8 |
| Unrealized gain on currency spot contracts | 1 | – |
| Unrealized gain on futures contracts | – | 11 |
| Cash | 4,362 | 1,552 |
| Margin deposited on derivatives | – | 324 |
| Receivable for securities sold | 18 | 48 |
| Subscriptions receivable | 1 | 19 |
| Accrued investment income and other | 93 | 81 |
| | **34,302** | **27,989** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 45 | 43 |
| Payable for securities purchased | 4,182 | 104 |
| Redemptions payable | 58 | 160 |
| Accrued expenses | 6 | 6 |
| Distributions payable | 28 | – |
| Unrealized loss on currency forward contracts | – | 57 |
| | **4,319** | **370** |
| **Net assets attributable to holders of redeemable shares** | **29,983** | **27,619** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 22,826 | 22,993 |
| Series E | 1,125 | 868 |
| Series F | 3,875 | 1,777 |
| Series FT | 356 | 139 |
| Series I | 18 | 18 |
| Series T | 1,783 | 1,824 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 16.02 | 15.84 |
| Series E | 11.42 | 11.25 |
| Series F | 17.85 | 17.45 |
| Series FT | 8.94 | 8.92 |
| Series I | 20.50 | 20.05 |
| Series T | 11.34 | 11.43 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 227 | 122 |
| Interest for distribution purposes | 217 | 228 |
| Net realized gain (loss) on non-derivative financial assets | (500) | (1,166) |
| Net realized gain (loss) on non-derivative financial liabilities | – | 223 |
| Net realized gain (loss) on currency forward contracts | (130) | (65) |
| Net realized gain (loss) on futures contracts | (44) | 71 |
| Change in unrealized gain (loss) on non-derivative financial assets | 1,175 | (1,365) |
| Change in unrealized gain (loss) on currency forward contracts | 69 | (7) |
| Change in unrealized gain (loss) on currency spot contracts | 1 | – |
| Change in unrealized gain (loss) on futures contracts | (11) | (20) |
| Dividend and interest expense on securities sold short | – | (9) |
| Net gain (loss) on investments | **1,004** | **(1,988)** |
| Net realized and unrealized foreign currency translation gain (loss) | 13 | 231 |
| Total income (loss), net | **1,017** | **(1,757)** |
| **EXPENSES** | | |
| Management fees (note 5) | 250 | 255 |
| Fixed administration fees (note 6) | 31 | 33 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Foreign withholding taxes/tax reclaims | 6 | – |
| Harmonized Sales Tax/Goods and Services Tax | 24 | 26 |
| Transaction costs | 5 | 149 |
| Total expenses | **318** | **464** |
| Expenses absorbed by the Manager | (1) | – |
| Net expenses | **317** | **464** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **700** | **(2,221)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 559 | (1,832) |
| Series E | 26 | (19) |
| Series F | 62 | (242) |
| Series FT | 8 | (13) |
| Series I | 1 | (1) |
| Series T | 44 | (114) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.40 | (1.18) |
| Series E | 0.27 | (0.81) |
| Series F | 0.49 | (1.21) |
| Series FT | 0.23 | (0.71) |
| Series I | 1.14 | (0.68) |
| Series T | 0.28 | (0.89) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 1,414,159 | 1,538,567 |
| Series E | 96,808 | 22,811 |
| Series F | 126,263 | 199,922 |
| Series FT | 34,978 | 17,894 |
| Series I | 878 | 1,222 |
| Series T | 157,183 | 128,512 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Tactical Balanced Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 22,993 | 26,873 |
| Series E | 868 | 190 |
| Series F | 1,777 | 3,629 |
| Series FT | 139 | 183 |
| Series I | 18 | 119 |
| Series T | 1,824 | 1,693 |
| | **27,619** | **32,687** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 559 | (1,832) |
| Series E | 26 | (19) |
| Series F | 62 | (242) |
| Series FT | 8 | (13) |
| Series I | 1 | (1) |
| Series T | 44 | (114) |
| | **700** | **(2,221)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | (237) | (23) |
| Series E | (11) | (1) |
| Series F | (22) | (4) |
| Series FT | (2) | – |
| Series T | (13) | (3) |
| From net realized gains on investments | | |
| Series A | (57) | (173) |
| Series E | – | (1) |
| Series F | (7) | (21) |
| Series FT | – | (3) |
| Series T | (3) | (25) |
| From return of capital | | |
| Series FT | (7) | (2) |
| Series T | (42) | (19) |
| | **(401)** | **(275)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 3,219 | 834 |
| Series E | 372 | 367 |
| Series F | 2,370 | 226 |
| Series FT | 294 | 14 |
| Series T | 117 | 6 |
| Reinvested distributions | | |
| Series A | 287 | 190 |
| Series E | 11 | 2 |
| Series F | 26 | 24 |
| Series T | 12 | 17 |
| Payments on redemption | | |
| Series A | (3,939) | (3,671) |
| Series E | (141) | (24) |
| Series F | (331) | (343) |
| Series FT | (76) | (140) |
| Series I | – | (101) |
| Series T | (156) | (205) |
| | **2,065** | **(2,804)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (167) | (4,675) |
| Series E | 257 | 324 |
| Series F | 2,098 | (360) |
| Series FT | 217 | (144) |
| Series I | – | (102) |
| Series T | (41) | (343) |
| | **2,364** | **(5,300)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 22,826 | 22,198 |
| Series E | 1,125 | 514 |
| Series F | 3,875 | 3,269 |
| Series FT | 356 | 39 |
| Series I | 18 | 17 |
| Series T | 1,783 | 1,350 |
| | **29,983** | **27,387** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 700 | (2,221) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 500 | 1,166 |
| Net realized (gain) loss on non-derivative financial liabilities | – | (223) |
| Unrealized foreign currency translation (gain) loss | 4 | (137) |
| Change in unrealized (gain) loss on non-derivative financial assets | (1,175) | 1,365 |
| Change in unrealized (gain) loss on currency forward contracts | (69) | 7 |
| Change in unrealized (gain) loss on currency spot contracts | (1) | – |
| Change in unrealized (gain) loss on futures contracts | 11 | 20 |
| Purchases of portfolio investments | (31,628) | (61,215) |
| Proceeds from sale of portfolio investments | 32,550 | 60,613 |
| Margin deposited on derivatives | 324 | (264) |
| Accrued investment income and other | (12) | (30) |
| Accrued expenses and other payables | 2 | (3) |
| **Net cash provided by (used in) operating activities** | **1,206** | **(922)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 5,580 | 1,102 |
| Amounts paid on redemption of redeemable shares | (3,935) | (4,028) |
| Distributions to shareholders of redeemable shares | (37) | (29) |
| **Net cash provided by (used in) financing activities** | **1,608** | **(2,955)** |
| Unrealized foreign currency translation gain (loss) | (4) | 137 |
| Net increase (decrease) in cash | 2,810 | (3,740) |
| Cash (bank overdraft), beginning of period | 1,552 | 4,556 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **4,362** | **816** |
| Interest paid[1] | 1 | – |
| Interest received[1] | 205 | 204 |
| Dividends paid[1] | – | 9 |
| Dividends received, net of withholding taxes[1] | 221 | 9 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Tactical Balanced Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (39.6%)** | | | | |
| **Canadian Bonds and Debentures (25.2%)** | | | | |
| **Provincial (6.7%)** | | | | |
| Province of Ontario, 3.50% Jun. 02 24 | | 400 | 439 | 434 |
| Province of Ontario, 2.40% Jun. 02 26 | | 1,025 | 1,073 | 1,018 |
| Province of Quebec, 4.50% Dec. 01 19 | | 500 | 558 | 546 |
| | | | **2,070** | **1,998** |
| **Corporate (18.5%)** | | | | |
| Allied Properties Real Estate Investment Trust, 3.934% Nov. 14 22, Series "B" | | 1,050 | 1,052 | 1,063 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 90 | 94 | 93 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | | 65 | 66 | 66 |
| Bank of Nova Scotia (The), 2.898% Aug. 03 17 | | 240 | 242 | 242 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 40 | 42 | 42 |
| Bow Centre Street Limited Partnership, 3.797% Jun. 13 23, Series "C" | | 80 | 80 | 77 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 75 | 79 | 83 |
| Canadian Credit Card Trust II, 1.829% Mar. 24 20, Series "A" | | 115 | 115 | 115 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 100 | 100 | 100 |
| Canadian Western Bank, 3.077% Jan. 14 19 | | 85 | 87 | 87 |
| Caterpillar Financial Services Limited, 1.75% Jun. 03 19 | | 50 | 50 | 50 |
| Choice Properties Limited Partnership, 3.60% Apr. 20 20, Series 8 | | 65 | 69 | 68 |
| Co-operators Financial Services Limited, 5.778% Mar. 10 20 | | 75 | 78 | 81 |
| Cominar Real Estate Investment Trust, 4.25% Dec. 08 21, Series 8 | | 130 | 130 | 134 |
| Delavaco Properties Inc., 7.50% Dec. 31 17* | USD | 162 | 166 | 218 |
| Dollarama Inc., 2.337% Jul. 22 21 | | 90 | 91 | 90 |
| Enercare Solutions Inc., 4.60% Feb. 03 20, Series 2013-1 | | 75 | 79 | 79 |
| First Capital Realty Inc., 4.50% Mar. 01 21, Series "N" | | 95 | 105 | 102 |
| Genesis Trust II, 2.295% Feb. 15 17, Series 2013-1, Class "A" | | 150 | 152 | 150 |
| Glacier Credit Card Trust, 2.755% Nov. 20 18 | | 100 | 103 | 102 |
| Hollis Receivables Term Trust II, 1.788% Feb. 26 20 | | 45 | 45 | 45 |
| Honda Canada Finance Inc., 2.155% Feb. 18 21 | | 225 | 229 | 227 |
| HSBC Bank Canada, 1.816% Jul. 07 20 | | 230 | 229 | 229 |
| Inter Pipeline Ltd., 1.385% May 30 17 | | 80 | 80 | 80 |
| Loblaw Companies Limited, 3.748% Mar. 12 19 | | 220 | 234 | 230 |
| Manufacturers Life Insurance Company (The), 2.811% Feb. 21 19 | | 90 | 93 | 91 |
| METRO INC., 3.20% Nov. 01 21, Series "C" | | 100 | 103 | 104 |
| National Bank of Canada, 2.105% Mar. 18 22 | | 250 | 251 | 249 |
| NBC Asset Trust, CapS II – Series 1, 7.235% Jun. 30 18 | | 210 | 232 | 226 |
| North Battleford Power, 4.958% Dec. 31 32, Series "A" | | 46 | 46 | 51 |
| Pembina Pipeline Corporation, 3.54% Nov. 03 24, Series 5 | | 50 | 50 | 51 |
| Peoples Trust Company, 3.34% Nov. 01 23 | | 137 | 141 | 145 |
| Rogers Communications Inc., 4.70% Sep. 29 20 | | 90 | 99 | 99 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 230 | 242 | 238 |
| Sobeys Inc., 4.70% May 08 23, Series 2013-2 | | 80 | 87 | 80 |
| TELUS Corporation, 5.05% Dec. 04 19, Series "CG" | | 25 | 28 | 27 |
| TELUS Corporation, 3.75% Oct. 17 24, Series "CQ" | | 60 | 63 | 63 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 70 | 72 | 72 |
| Toyota Credit Canada Inc., 2.75% Jul. 18 18 | | 70 | 72 | 71 |
| Veresen Inc., 3.95% Mar. 14 17 | | 80 | 80 | 80 |
| VW Credit Canada, Inc., 1.247% Apr. 03 17 | | 40 | 40 | 40 |
| | | | **5,496** | **5,540** |
| **Foreign Bonds and Debentures (14.4%)** | | | | |
| **Australia (1.2%)** | | | | |
| APT Pipelines Limited, 4.20% Dec. 23 24 | USD | 200 | 255 | 268 |
| Commonwealth Bank of Australia, 5.15% Apr. 09 20 | | 70 | 79 | 77 |
| | | | **334** | **345** |
| **BONDS AND DEBENTURES (39.6%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (14.4%) (cont'd)** | | | | |
| **Germany (0.6%)** | | | | |
| KfW Note Programme, 3.75% Jun. 14 18 | NZD | 200 | **185** | **189** |
| **Luxembourg (0.6%)** | | | | |
| International Bank for Reconstruction and Development, 3.75% Feb. 10 20 | NZD | 200 | **185** | **190** |
| **Mexico (0.9%)** | | | | |
| United Mexican States, 6.50% Jun. 10 21, Series "M" | MXN | 4,330 | **358** | **275** |
| **New Zealand (0.3%)** | | | | |
| New Zealand Local Government Funding Agency Limited, 2.75% Apr. 15 25 | NZD | 100 | **88** | **85** |
| **United Kingdom (0.3%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 70 | 72 | 72 |
| Sensata Technologies UK Financing Co. PLC, 6.25% Feb. 15 21 | USD | 20 | 27 | 28 |
| | | | **99** | **100** |
| **United States (10.5%)** | | | | |
| Amazon.com, Inc., 3.30% Oct. 05 21 | USD | 35 | 46 | 49 |
| Anheuser Busch InBev Finance Inc., 3.65% Nov. 01 25 | USD | 65 | 90 | 89 |
| Apple Inc., 3.25% Nov. 23 25 | USD | 85 | 115 | 114 |
| Avnet, Inc., 4.625% Jan. 15 26 | USD | 120 | 157 | 157 |
| Bank of America Corporation, 4.00% Apr. 01 24, Series "L" | USD | 20 | 27 | 28 |
| Cadence Design Systems, Inc., 4.375% Jul. 15 24 | USD | 40 | 52 | 53 |
| Coca-Cola Company (The), 2.55% Jun. 01 26 | USD | 40 | 54 | 51 |
| DaVita Inc., 5.125% Jul. 15 19 | USD | 15 | 20 | 20 |
| DaVita Inc., 5.00% May 01 20 | USD | 10 | 13 | 13 |
| Entegris, Inc., 6.00% Apr. 01 17 | USD | 10 | 14 | 14 |
| Gilead Sciences, Inc., 4.40% Sep. 01 21 | USD | 60 | 84 | 87 |
| Hanesbrands Inc., 4.875% Feb. 15 26 | USD | 35 | 48 | 46 |
| HCA Inc., 5.00% Mar. 15 24 | USD | 80 | 108 | 111 |
| HCA Inc., 5.25% Apr. 15 25 | USD | 15 | 20 | 21 |
| HCA Inc., 5.25% Jun. 15 26 | USD | 35 | 47 | 49 |
| Johnson & Johnson, 2.45% Dec. 01 25 | USD | 40 | 52 | 51 |
| Keysight Technologies, Inc., 4.55% Jul. 30 24 | USD | 75 | 93 | 100 |
| Molson Coors International LP, 2.75% Sep. 18 20, Series 2 | | 450 | 462 | 458 |
| QVC, Inc., 4.375% Mar. 15 23 | USD | 60 | 82 | 80 |
| QVC, Inc., 4.85% Apr. 01 24 | USD | 20 | 27 | 27 |
| Reliance Steel & Aluminum Co., 4.50% Jan. 15 23 | USD | 20 | 26 | 27 |
| Tenneco Inc., 5.00% Jul. 15 21 | USD | 25 | 34 | 33 |
| United States Treasury, 2.00% Nov. 15 26 | USD | 900 | 1,160 | 1,163 |
| Universal Health Services, Inc., 4.75% Aug. 01 17 | USD | 20 | 27 | 27 |
| Universal Health Services, Inc., 5.00% Jun. 01 21 | USD | 75 | 100 | 99 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 35 | 52 | 52 |
| Vulcan Materials Company, 4.50% Jan. 01 25 | USD | 70 | 88 | 99 |
| Wells Fargo & Company, 4.00% Aug. 08 19 | AUD | 20 | 20 | 20 |
| | | | **3,118** | **3,138** |
| **EQUITIES (4.7%)** | | | | |
| **Canadian Preferred Equities (3.9%)** | | | | |
| D2L Inc., Restricted, Series "B"* | | 33,810 | 386 | 374 |
| Vision Critical Communications Inc., Class "B", Series 2* | | 198,300 | 694 | 787 |
| | | | **1,080** | **1,161** |
| **Brazil (0.2%)** | | | | |
| Horizonte Minerals PLC | | 1,267,940 | **138** | **60** |
| **Canada (0.6%)** | | | | |
| Delavaco Properties Inc., Warrants, Jun. 03 17* | | 77,000 | – | – |
| Ivanhoe Mines Ltd. | | 40,200 | 123 | 102 |
| NYX Gaming Group Limited | | 58,300 | 154 | 73 |
| NYX Gaming Group Limited, Warrants, Apr. 26 19* | | 14,575 | 6 | 1 |
| Tahoe Resources Inc. | | 1 | – | – |
| | | | **283** | **176** |
| **United States (0.0%)** | | | | |
| Micron Technology, Inc. | | 5 | – | – |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Tactical Balanced Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (55.2%)** | | | |
| 1832 AM Canadian Growth LP, Series "I" | 1,604,378 | **15,334** | **16,550** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | **28,768** | **29,807** |
| **TRANSACTION COSTS (0.0%)** | | **(12)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.5%)** | | **28,756** | **29,807** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.1%)** | | **–** | **20** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (14.5%)** | | | |
| Canadian | | 4,149 | 4,149 |
| Foreign | | 212 | 213 |
| | | **4,361** | **4,362** |
| **OTHER NET ASSETS (LIABILITIES) (–14.1%)** | | | **(4,206)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **29,983** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 11-Jan-17 | CAD 941 | (USD) (700) | 0.744 | 0.745 | 1 |
| Toronto-Dominion Bank (The) | A-1+ | 15-Mar-17 | CAD 470 | (NZD) (500) | 1.064 | 1.074 | 4 |
| Toronto-Dominion Bank (The) | A-1+ | 15-Mar-17 | USD 700 | (CAD) (924) | 1.320 | 1.342 | 15 |
| | | | | | | | **20** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Tactical Balanced Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to preserve capital and achieve a balance of income and long-term growth by investing in fixed income securities and equity securities.

The Fund also invests a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 568 | 7,683 |
| 1-3 years | 1,364 | 769 |
| 3-5 years | 2,963 | 2,138 |
| 5-10 years | 6,688 | 5,614 |
| > 10 years | 277 | 1,788 |
| | **11,860** | **17,992** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $148,000 or approximately 0.5% (June 30, 2016 – $206,000 or approximately 0.7%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 3,770 | 0 | 3,770 | 12.6 |
| New Zealand Dollar | 471 | (466) | 5 | 0.0 |
| Mexican Peso | 276 | – | 276 | 0.9 |
| Australian Dollar | 20 | – | 20 | 0.1 |
| | **4,537** | **(466)** | **4,071** | **13.6** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 4,456 | (3,023) | 1,433 | 5.2 |
| New Zealand Dollar | 475 | – | 475 | 1.7 |
| Mexican Peso | 322 | – | 322 | 1.2 |
| Australian Dollar | 20 | – | 20 | 0.1 |
| | **5,273** | **(3,023)** | **2,250** | **8.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $407,000 or approximately 1.4% (June 30, 2016 – $225,000 or approximately 0.8%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 59.9% (June 30, 2016 – 28.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $1,795,000 (June 30, 2016 – $797,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1 | – | – | 36.9 | 25.5 |
| AAA | 16.5 | 7.2 | 13.4 | 9.2 |
| AA | 10.0 | 4.3 | 6.7 | 4.6 |
| A | 28.0 | 12.1 | 16.8 | 11.6 |
| BBB | 33.1 | 14.5 | 18.5 | 12.7 |
| BB | 1.5 | 0.7 | 0.2 | 0.1 |
| B | 0.3 | 0.1 | 0.5 | 0.3 |
| Unrated | 10.6 | 4.6 | 7.0 | 4.7 |
| | **100.0** | **43.5** | **100.0** | **68.7** |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Tactical Balanced Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | **December 31, 2016** | **June 30, 2016** |
| **BONDS AND DEBENTURES** | **39.6** | **39.8** |
| **Canadian Bonds and Debentures** | | |
| Federal | – | 2.1 |
| Provincial | 6.7 | 5.7 |
| Corporate | 18.5 | 19.9 |
| **Foreign Bonds and Debentures** | | |
| Australia | 1.2 | 1.2 |
| Germany | 0.6 | 0.7 |
| Luxembourg | 0.6 | 0.7 |
| Mexico | 0.9 | 1.2 |
| New Zealand | 0.3 | 0.3 |
| United Kingdom | 0.3 | 0.4 |
| United States | 10.5 | 7.6 |
| **EQUITIES** | **4.7** | **4.5** |
| Canadian Preferred Equities | 3.9 | 3.6 |
| Brazil | 0.2 | 0.2 |
| Canada | 0.6 | 0.7 |
| United States | 0.0 | 0.0 |
| **INVESTMENTS IN UNDERLYING FUNDS** | **55.2** | **24.4** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **14.5** | **31.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| **December 31, 2016** | **Level 1 ($000s)** | **Level 2 ($000s)** | **Level 3 ($000s)** | **Total ($000s)** |
|---|---|---|---|---|
| Equities | 235 | – | 1,161 | 1,396 |
| Bonds and debentures | – | 11,642 | 218 | 11,860 |
| Underlying funds | 16,550 | – | – | 16,550 |
| Warrants, rights and options | – | – | 1 | 1 |
| Unrealized gain on currency forward contracts | – | 20 | – | 20 |
| Unrealized gain on currency spot contracts | – | 1 | – | 1 |
| | **16,785** | **11,663** | **1,380** | **29,828** |

| **June 30, 2016** | **Level 1 ($000s)** | **Level 2 ($000s)** | **Level 3 ($000s)** | **Total ($000s)** |
|---|---|---|---|---|
| Equities | 85 | – | 1,000 | 1,085 |
| Bonds and debentures | – | 10,661 | 320 | 10,981 |
| Underlying funds | 6,735 | – | – | 6,735 |
| Money market instruments | – | 7,000 | – | 7,000 |
| Warrants, rights and options | 1 | 144 | – | 145 |
| Unrealized gain on currency forward contracts | – | 8 | – | 8 |
| Unrealized gain on futures contracts | 11 | – | – | 11 |
| | **6,832** | **17,813** | **1,320** | **25,965** |
| Unrealized loss on currency forward contracts | – | (57) | – | (57) |
| | **6,832** | **17,756** | **1,320** | **25,908** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

*Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

| | **December 31, 2016 ($000s)** | **June 30, 2016 ($000s)** |
|---|---|---|
| Beginning of period | 1,320 | 2,653 |
| Purchases | 243 | 1,339 |
| Sales | (355) | (2,274) |
| Transfers into Level 3 | 1 | – |
| Transfers out of Level 3 | – | – |
| Net realized gains (losses) | 26 | 37 |
| Net changes in unrealized gain (loss)* | 145 | (435) |
| **End of period** | **1,380** | **1,320** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $146,000 and $(398,000), respectively.

During the period ended December 31, 2016, investments of approximately $1,000 (June 30, 2016 – nil) were transferred from Level 2 to 3 as the fair value of these securities are now determined using internal valuation models that required the use of assumptions, of which one of the main ones was not observable in the market.

*Level 3 valuation techniques*

The tables below summarize the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in the valuation techniques to estimate the fair values of level 3 investments can vary considerably over time to time depending on company specific factors and economic or market conditions.

| **Security** | **Valuation technique** | **Significant unobservable input** | **Carrying value as at December 31, 2016 ($000s)** | **Reasonable possible shift (+/–) ($000s)** |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 218 | n/a |
| Equities | Fundamental model analysis based on financial data | Sales multiple | 1,161 | – |
| Warrants | Fundamental model analysis based on financial data | Liquidity discount | 1 | n/a |
| | | | **1,380** | |

| **Security** | **Valuation technique** | **Significant unobservable input** | **Carrying value as at June 30, 2016 ($000s)** | **Reasonable possible shift (+/–) ($000s)** |
|---|---|---|---|---|
| Debt | Fair value based on transaction price | Transaction price | 320 | n/a |
| Equities | Fundamental model analysis based on financial data | Sales multiple | 688 | 26 / (26) |
| Equities | Fundamental model analysis based on financial data | Sales multiple | 312 | – |
| | | | **1,320** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Tactical Balanced Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 20 | – | – | 20 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **20** | **–** | **–** | **20** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 8 | (8) | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **8** | **(8)** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 57 | (8) | – | 49 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **57** | **(8)** | **–** | **49** |

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| 1832 AM Canadian Growth LP, Series "I" | 16,550 | 6.7 |
| | **16,550** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| 1832 AM Canadian Growth LP, Series "I" | 6,735 | 3.2 |
| | **6,735** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 16.02 | 16.02 | 15.86 | 15.84 |
| Series E | 11.42 | 11.42 | 11.26 | 11.25 |
| Series F | 17.85 | 17.85 | 17.47 | 17.45 |
| Series FT | 8.94 | 8.94 | 8.92 | 8.92 |
| Series I | 20.25 | 20.25 | 20.05 | 20.05 |
| Series T | 11.34 | 11.34 | 11.44 | 11.43 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 288,945 | 240,813 |
| Unrealized gain on currency forward contracts | 1,191 | 223 |
| Unrealized gain on currency spot contracts | 1 | – |
| Cash | 21,794 | 10,155 |
| Margin deposited on derivatives | – | 1,575 |
| Receivable for securities sold | 3,002 | 518 |
| Subscriptions receivable | 671 | 5,333 |
| Accrued investment income and other | 1,956 | 1,435 |
| | **317,560** | **260,052** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 318 | 256 |
| Payable for securities purchased | 9,042 | 1,202 |
| Redemptions payable | 230 | 666 |
| Accrued expenses | 50 | 41 |
| Distributions payable | 311 | – |
| Unrealized loss on currency forward contracts | 310 | 986 |
| Unrealized loss on futures contracts | – | 43 |
| | **10,261** | **3,194** |
| **Net assets attributable to holders of redeemable shares** | **307,299** | **256,858** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 89,518 | 78,577 |
| Series E | 44,889 | 22,247 |
| Series F | 62,790 | 37,639 |
| Series FH (in equivalent CAD) | 7,387 | 5,261 |
| Series FI | n/a | 12,377 |
| Series FT | 36,046 | 33,471 |
| Series H (in equivalent CAD) | 7,122 | 6,962 |
| Series I | 13,852 | 18,439 |
| Series IT | 4,314 | 4,187 |
| Series T | 41,381 | 37,698 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES – USD** | | |
| Series FH | 5,501 | 4,045 |
| Series H | 5,304 | 5,353 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 11.23 | 11.52 |
| Series E | 10.54 | 10.80 |
| Series F | 11.87 | 12.12 |
| Series FH (in equivalent CAD) | 14.78 | 14.62 |
| Series FI | n/a | 10.83 |
| Series FT | 8.72 | 9.14 |
| Series H (in equivalent CAD) | 14.08 | 14.00 |
| Series I | 12.60 | 12.80 |
| Series IT | 9.44 | 9.84 |
| Series T | 8.25 | 8.68 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE – USD** | | |
| Series A | 8.36 | 8.86 |
| Series F | 8.84 | 9.32 |
| Series FH | 11.01 | 11.24 |
| Series H | 10.49 | 10.76 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Interest for distribution purposes | 4,048 | 2,775 |
| Net realized gain (loss) on non-derivative financial assets | (1,652) | 1,444 |
| Net realized gain (loss) on currency forward contracts | (2,478) | (744) |
| Net realized gain (loss) on futures contracts | (1,146) | (119) |
| Change in unrealized gain (loss) on non-derivative financial assets | (6,059) | 2,987 |
| Change in unrealized gain (loss) on currency forward contracts | 1,644 | (600) |
| Change in unrealized gain (loss) on currency spot contracts | 1 | – |
| Change in unrealized gain (loss) on futures contracts | 43 | (446) |
| Dividend and interest expense on securities sold short | (21) | – |
| Net gain (loss) on investments | **(5,620)** | **5,297** |
| Securities lending | 11 | – |
| Net realized and unrealized foreign currency translation gain (loss) | 638 | 1,900 |
| Total income (loss), net | **(4,971)** | **7,197** |
| **EXPENSES** | | |
| Management fees (note 5) | 1,633 | 1,003 |
| Fixed administration fees (note 6) | 224 | 143 |
| Independent Review Committee fees | 1 | 1 |
| Interest expense and bank overdraft charges | 1 | – |
| Foreign withholding taxes/tax reclaims | 1 | – |
| Other fund costs | 1 | – |
| Harmonized Sales Tax/Goods and Services Tax | 215 | 132 |
| Transaction costs | – | 27 |
| Total expenses | **2,076** | **1,306** |
| Expenses absorbed by the Manager | (13) | (4) |
| Net expenses | **2,063** | **1,302** |
| **Increase (decrease) in net assets attributable to holders of redeemable shares from operations before income taxes** | **(7,034)** | **5,895** |
| Income tax recovery (expense) | 77 | – |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **(6,957)** | **5,895** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | (2,263) | 1,440 |
| Series E | (1,098) | 187 |
| Series F | (1,349) | 388 |
| Series FH (in equivalent CAD) | 65 | 537 |
| Series FI | (185) | 353 |
| Series FT | (750) | 888 |
| Series H (in equivalent CAD) | 7 | 840 |
| Series I | (257) | 317 |
| Series IT | (72) | 103 |
| Series T | (1,055) | 842 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES – USD** | | |
| Series FH | 49 | 406 |
| Series H | 5 | 636 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | (0.31) | 0.28 |
| Series E | (0.34) | 0.29 |
| Series F | (0.31) | 0.37 |
| Series FH (in equivalent CAD) | 0.13 | 1.99 |
| Series FI | (0.17) | 0.28 |
| Series FT | (0.19) | 0.27 |
| Series H (in equivalent CAD) | 0.01 | 1.82 |
| Series I | (0.20) | 0.42 |
| Series IT | (0.16) | 0.35 |
| Series T | (0.22) | 0.22 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE – USD†** | | |
| Series FH | 0.11 | 1.51 |
| Series H | 0.01 | 1.38 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 7,416,573 | 5,059,104 |
| Series E | 3,231,223 | 658,886 |
| Series F | 4,407,586 | 1,055,065 |
| Series FH | 459,743 | 271,126 |
| Series FI | 1,042,532 | 1,286,085 |
| Series FT | 3,939,552 | 3,232,652 |
| Series H | 517,203 | 461,180 |
| Series I | 1,291,251 | 751,712 |
| Series IT | 443,522 | 299,796 |
| Series T | 4,731,796 | 3,810,815 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 78,577 | 58,816 |
| Series E | 22,247 | 5,317 |
| Series F | 37,639 | 11,255 |
| Series FH | 5,261 | 3,762 |
| Series FI | 12,377 | 16,191 |
| Series FT | 33,471 | 29,955 |
| Series H | 6,962 | 6,728 |
| Series I | 18,439 | 9,915 |
| Series IT | 4,187 | 3,181 |
| Series T | 37,698 | 35,108 |
| | **256,858** | **180,228** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | (2,263) | 1,440 |
| Series E | (1,098) | 187 |
| Series F | (1,349) | 388 |
| Series FH | 65 | 537 |
| Series FI | (185) | 353 |
| Series FT | (750) | 888 |
| Series H | 7 | 840 |
| Series I | (257) | 317 |
| Series IT | (72) | 103 |
| Series T | (1,055) | 842 |
| | **(6,957)** | **5,895** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net realized gains on investments | | |
| Series FT | (420) | (304) |
| Series IT | (44) | (31) |
| Series T | (467) | (342) |
| From return of capital | | |
| Series FT | (512) | (482) |
| Series IT | (69) | (46) |
| Series T | (604) | (544) |
| | **(2,116)** | **(1,749)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 30,236 | 7,787 |
| Series E | 30,319 | 5,485 |
| Series F | 42,809 | 5,808 |
| Series FH | 2,722 | 1,107 |
| Series FI | 33 | 3,816 |
| Series FT | 8,333 | 3,235 |
| Series H | 1,463 | 1,129 |
| Series I | 1,659 | 69 |
| Series IT | 405 | – |
| Series T | 8,158 | 1,819 |
| Reinvested distributions | | |
| Series FT | 115 | 16 |
| Series IT | 7 | – |
| Series T | 186 | 160 |
| Payments on redemption | | |
| Series A | (17,032) | (9,775) |
| Series E | (6,579) | (1,974) |
| Series F | (16,309) | (1,313) |
| Series FH | (661) | (411) |
| Series FI | (12,225) | (13,362) |
| Series FT | (4,191) | (1,583) |
| Series H | (1,310) | (1,783) |
| Series I | (5,989) | (938) |
| Series IT | (100) | (262) |
| Series T | (2,535) | (3,016) |
| | **59,514** | **(3,986)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | 10,941 | (548) |
| Series E | 22,642 | 3,698 |
| Series F | 25,151 | 4,883 |
| Series FH | 2,126 | 1,233 |
| Series FI | (12,377) | (9,193) |
| Series FT | 2,575 | 1,770 |
| Series H | 160 | 186 |
| Series I | (4,587) | (552) |
| Series IT | 127 | (236) |
| Series T | 3,683 | (1,081) |
| | **50,441** | **160** |

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 89,518 | 58,268 |
| Series E | 44,889 | 9,015 |
| Series F | 62,790 | 16,138 |
| Series FH | 7,387 | 4,995 |
| Series FI | n/a | 6,998 |
| Series FT | 36,046 | 31,725 |
| Series H | 7,122 | 6,914 |
| Series I | 13,852 | 9,363 |
| Series IT | 4,314 | 2,945 |
| Series T | 41,381 | 34,027 |
| | **307,299** | **180,388** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | (6,957) | 5,895 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | 1,652 | (1,444) |
| Unrealized foreign currency translation (gain) loss | 119 | (1,610) |
| Change in unrealized (gain) loss on non-derivative financial assets | 6,059 | (2,987) |
| Change in unrealized (gain) loss on currency forward contracts | (1,644) | 600 |
| Change in unrealized (gain) loss on currency spot contracts | (1) | – |
| Change in unrealized (gain) loss on futures contracts | (43) | 446 |
| Purchases of portfolio investments | (340,640) | (214,880) |
| Proceeds from sale of portfolio investments | 290,153 | 197,776 |
| Margin deposited on derivatives | 1,575 | (1,572) |
| Accrued investment income and other | (521) | (11) |
| Accrued expenses and other payables | 71 | (2) |
| **Net cash provided by (used in) operating activities** | **(50,177)** | **(17,789)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 102,191 | 27,441 |
| Amounts paid on redemption of redeemable shares | (38,759) | (32,140) |
| Distributions to shareholders of redeemable shares | (1,497) | (1,307) |
| **Net cash provided by (used in) financing activities** | **61,935** | **(6,006)** |
| Unrealized foreign currency translation gain (loss) | (119) | 1,610 |
| Net increase (decrease) in cash | 11,639 | (22,185) |
| Cash (bank overdraft), beginning of period | 10,155 | 34,457 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **21,794** | **12,272** |
| Interest paid[1] | 1 | – |
| Interest received[1] | 3,513 | 2,748 |
| Dividends paid[1] | 21 | – |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (94.1%)** | | | | |
| **Canadian Bonds and Debentures (47.7%)** | | | | |
| **Federal (5.3%)** | | | | |
| Government of Canada, 0.50% Aug. 01 18 | | 16,200 | **16,176** | **16,142** |
| **Provincial (14.0%)** | | | | |
| Province of Alberta, 2.35% Jun. 01 25 | | 5,100 | 5,110 | 5,070 |
| Province of Ontario, 3.50% Jun. 02 24 | | 7,850 | 8,618 | 8,526 |
| Province of Ontario, 4.25% Aug. 22 24 | AUD | 1,500 | 1,511 | 1,528 |
| Province of Ontario, 2.40% Jun. 02 26 | | 10,300 | 10,677 | 10,226 |
| Province of Quebec, 4.50% Dec. 01 19 | | 6,500 | 7,260 | 7,097 |
| Province of Quebec, 3.00% Sep. 01 23 | | 10,000 | 10,916 | 10,568 |
| | | | **44,092** | **43,015** |
| **Corporate (28.4%)** | | | | |
| Algonquin Power Co., 4.82% Feb. 15 21 | | 1,220 | 1,229 | 1,306 |
| Allied Properties Real Estate Investment Trust, 3.934% Nov. 14 22, Series "B" | | 4,410 | 4,469 | 4,466 |
| Bank of Montreal, 2.84% Jun. 04 20 | | 2,460 | 2,586 | 2,551 |
| Bank of Montreal, 1.61% Oct. 28 21 | | 500 | 493 | 491 |
| Bank of Nova Scotia (The), 2.13% Jun. 15 20 | | 2,345 | 2,389 | 2,374 |
| Bank of Nova Scotia (The), 2.898% Aug. 03 17 | | 550 | 548 | 555 |
| Bell Canada, 3.35% Jun. 18 19, Series "M-25" | | 1,220 | 1,277 | 1,270 |
| Bell Canada, 3.25% Jun. 17 20, Series "M-27" | | 500 | 524 | 522 |
| Bow Centre Street Limited Partnership, 3.797% Jun. 13 23, Series "C" | | 1,240 | 1,240 | 1,199 |
| Brookfield Asset Management Inc., 5.04% Dec. 08 23 | | 900 | 954 | 992 |
| Canadian Credit Card Trust II, 1.829% Mar. 24 20, Series "A" | | 2,915 | 2,922 | 2,921 |
| Canadian Imperial Bank of Commerce, 1.85% Jul. 14 20 | | 1,695 | 1,692 | 1,701 |
| Canadian Imperial Bank of Commerce, 1.64% Jul. 12 21 | | 1,000 | 992 | 986 |
| Canadian Western Bank, 3.077% Jan. 14 19 | | 850 | 864 | 866 |
| Caterpillar Financial Services Limited, 2.63% Jun. 01 17 | | 590 | 604 | 594 |
| Caterpillar Financial Services Limited, 1.75% Jun. 03 19 | | 1,708 | 1,722 | 1,716 |
| Choice Properties Limited Partnership, 3.60% Apr. 20 20, Series 8 | | 1,380 | 1,464 | 1,441 |
| Co-operators Financial Services Limited, 5.778% Mar. 10 20 | | 746 | 777 | 804 |
| Cominar Real Estate Investment Trust, 4.25% Dec. 08 21, Series 8 | | 1,260 | 1,260 | 1,299 |
| Cominar Real Estate Investment Trust, 4.164% Jun. 01 22, Series 9 | | 500 | 500 | 510 |
| Daimler Canada Finance Inc., 2.28% Feb. 17 17 | | 1,125 | 1,125 | 1,127 |
| Daimler Canada Finance Inc., 1.91% Jul. 08 21 | | 1,390 | 1,389 | 1,374 |
| Dollarama Inc., 1.437% May 16 17 | | 1,400 | 1,398 | 1,400 |
| Dollarama Inc., 2.337% Jul. 22 21 | | 2,145 | 2,154 | 2,139 |
| Enbridge Southern Lights LP, 4.014% Jun. 30 40 | | 687 | 693 | 688 |
| Enercare Solutions Inc., 4.60% Feb. 03 20, Series 2013-1 | | 1,180 | 1,243 | 1,239 |
| First Capital Realty Inc., 4.50% Mar. 01 21, Series "N" | | 1,550 | 1,707 | 1,669 |
| Ford Credit Canada Limited, 1.829% Dec. 22 17 | | 2,200 | 2,200 | 2,209 |
| Glacier Credit Card Trust, 2.755% Nov. 20 18 | | 1,000 | 1,026 | 1,024 |
| Hollis Receivables Term Trust II, 1.788% Feb. 26 20 | | 2,980 | 2,977 | 2,985 |
| Honda Canada Finance Inc., 2.155% Feb. 18 21 | | 1,270 | 1,287 | 1,280 |
| Hospital Infrastructure Partners Inc., 5.439% Jan. 31 45, Series "A" | | 443 | 462 | 495 |
| HSBC Bank Canada, 1.816% Jul. 07 20 | | 2,285 | 2,275 | 2,272 |
| Institutional Mortgage Securities Canada Inc., 1.266% Feb. 12 23, Series 2013-3, Class "X" | | 47,495 | 1,107 | 1,425 |
| Institutional Mortgage Securities Canada Inc., 1.108% Nov. 12 23, Series 2013-4, Class "B" | | 49,000 | 1,422 | 1,655 |
| Inter Pipeline Ltd., 1.385% May 30 17 | | 1,100 | 1,098 | 1,100 |
| John Deere Canada Funding Inc., 2.65% Jul. 16 18 | | 1,700 | 1,738 | 1,732 |
| Loblaw Companies Limited, 3.748% Mar. 12 19 | | 2,390 | 2,541 | 2,496 |
| Manufacturers Life Insurance Company (The), 2.811% Feb. 21 19 | | 1,460 | 1,467 | 1,484 |
| METRO INC., 3.20% Nov. 01 21, Series "C" | | 2,180 | 2,243 | 2,267 |
| National Bank of Canada, 2.105% Mar. 18 22 | | 2,410 | 2,426 | 2,404 |
| NBC Asset Trust, CapS II – Series 1, 7.235% Jun. 30 18 | | 1,185 | 1,378 | 1,276 |
| North Battleford Power, 4.958% Dec. 31 32, Series "A" | | 610 | 610 | 673 |
| Pembina Pipeline Corporation, 3.54% Nov. 03 24, Series 5 | | 650 | 650 | 661 |
| Peoples Trust Company, 3.34% Nov. 01 23 | | 3,377 | 3,474 | 3,584 |
| Quebecor Media Inc., 6.625% Jan. 15 23 | | 210 | 210 | 221 |
| Rogers Communications Inc., 4.70% Sep. 29 20 | | 1,900 | 2,103 | 2,083 |
| Royal Bank of Canada, 2.86% Mar. 04 21 | | 3,120 | 3,280 | 3,234 |
| Sobeys Inc., 4.70% May 08 23, Series 2013-2 | | 890 | 968 | 887 |
| TELUS Corporation, 5.05% Dec. 04 19, Series "CG" | | 265 | 299 | 289 |
| TELUS Corporation, 3.75% Oct. 17 24, Series "CQ" | | 3,115 | 3,273 | 3,260 |
| Toronto-Dominion Bank (The), 2.563% Jun. 24 20 | | 2,410 | 2,495 | 2,477 |
| Toronto-Dominion Bank (The), 2.045% Mar. 08 21 | | 500 | 504 | 503 |
| Toyota Credit Canada Inc., 2.75% Jul. 18 18 | | 1,780 | 1,831 | 1,817 |
| Toyota Credit Canada Inc., 2.80% Nov. 21 18 | | 500 | 514 | 512 |
| Veresen Inc., 3.95% Mar. 14 17 | | 1,095 | 1,118 | 1,100 |
| VW Credit Canada, Inc., 1.247% Apr. 03 17 | | 650 | 649 | 650 |
| WestJet Airlines Ltd., 3.287% Jul. 23 19 | | 975 | 974 | 994 |
| | | | **86,814** | **87,249** |
| **Foreign Bonds and Debentures (46.4%)** | | | | |
| **Australia (5.6%)** | | | | |
| APT Pipelines Limited, 4.245% Jul. 24 19 | | 850 | 877 | 888 |
| APT Pipelines Limited, 4.20% Dec. 23 24 | USD | 2,500 | 3,188 | 3,352 |
| Commonwealth Bank of Australia, 2.50% Sep. 20 18 | USD | 950 | 1,271 | 1,291 |
| Commonwealth Bank of Australia, 5.125% Aug. 01 19 | NZD | 1,200 | 1,142 | 1,159 |
| Commonwealth Bank of Australia, 5.15% Apr. 09 20 | | 1,680 | 1,890 | 1,845 |
| John Deere Financial Limited, 3.50% Dec. 18 19 | AUD | 2,900 | 2,750 | 2,845 |
| Queensland Treasury Corporation, 3.25% Jul. 21 26, Series 26 | AUD | 1,300 | 1,402 | 1,270 |
| South Australian Government Financing Authority, 1.50% Sep. 22 22 | AUD | 4,100 | 3,890 | 3,723 |
| Westpac Banking Corporation, 2.00% Mar. 03 20 | USD | 720 | 906 | 960 |
| | | | **17,316** | **17,333** |
| **Chile (0.6%)** | | | | |
| Banco Santander-Chile, 4.50% Mar. 13 17 | AUD | 2,000 | **1,991** | **1,946** |
| **Germany (0.3%)** | | | | |
| KfW Note Programme, 3.75% Jun. 14 18 | NZD | 1,100 | **1,017** | **1,040** |
| **Luxembourg (1.1%)** | | | | |
| International Bank for Reconstruction and Development, 3.75% Feb. 10 20 | NZD | 3,400 | **3,141** | **3,232** |
| **Mexico (2.9%)** | | | | |
| United Mexican States, 6.50% Jun. 10 21, Series "M" | MXN | 138,318 | **10,904** | **8,790** |
| **New Zealand (1.5%)** | | | | |
| New Zealand Local Government Funding Agency Limited, 2.75% Apr. 15 25 | NZD | 5,400 | **4,749** | **4,590** |
| **United Kingdom (4.4%)** | | | | |
| Heathrow Funding Limited, 3.00% Jun. 17 21 | | 840 | 842 | 866 |
| Heathrow Funding Limited, 3.25% May 21 25, Class "A" | | 500 | 511 | 508 |
| Sensata Technologies UK Financing Co. PLC, 6.25% Feb. 15 21 | USD | 510 | 685 | 719 |
| United Kingdom Treasury, 2.00% Sep. 07 25 | GBP | 6,415 | 11,650 | 11,423 |
| | | | **13,688** | **13,516** |
| **United States (30.0%)** | | | | |
| Amazon.com, Inc., 3.30% Oct. 05 21 | USD | 500 | 650 | 696 |
| Anheuser Busch InBev Finance Inc., 3.65% Nov. 01 25 | USD | 975 | 1,329 | 1,332 |
| Apple Inc., 3.25% Nov. 23 25 | USD | 2,165 | 2,965 | 2,912 |
| Avnet, Inc., 4.625% Jan. 15 26 | USD | 2,405 | 3,163 | 3,152 |
| Bank of America Corporation, 4.00% Apr. 01 24, Series "L" | USD | 760 | 900 | 1,054 |
| Cadence Design Systems, Inc., 4.375% Jul. 15 24 | USD | 915 | 1,199 | 1,207 |

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Class (Unaudited – Continued)

**SCHEDULE OF INVESTMENT PORTFOLIO (Continued)**
As at December 31, 2016

| | | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|---|
| **BONDS AND DEBENTURES (94.1%) (cont'd)** | | | | |
| **Foreign Bonds and Debentures (46.4%) (cont'd)** | | | | |
| **United States (30.0%) (cont'd)** | | | | |
| Coca-Cola Company (The), 2.55% Jun. 01 26 | USD | 1,925 | 2,605 | 2,453 |
| Comcast Corporation, 2.35% Oct. 15 26 | USD | 575 | 747 | 713 |
| DaVita Inc., 5.125% Jul. 15 19 | USD | 240 | 314 | 322 |
| DaVita Inc., 5.00% May 01 20 | USD | 140 | 181 | 185 |
| Entegris, Inc., 6.00% Apr. 01 17 | USD | 175 | 243 | 245 |
| Gilead Sciences, Inc., 4.40% Sep. 01 21 | USD | 1,035 | 1,431 | 1,496 |
| Goldman Sachs Group, Inc. (The), 3.55% Feb. 12 21 | | 510 | 509 | 534 |
| Hanesbrands Inc., 4.875% Feb. 15 26 | USD | 1,010 | 1,336 | 1,332 |
| HCA Inc., 5.00% Mar. 15 24 | USD | 1,385 | 1,865 | 1,918 |
| HCA Inc., 5.25% Apr. 15 25 | USD | 305 | 414 | 428 |
| HCA Inc., 5.25% Jun. 15 26 | USD | 630 | 849 | 877 |
| Johnson & Johnson, 2.45% Dec. 01 25 | USD | 315 | 413 | 405 |
| Keysight Technologies, Inc., 4.55% Jul. 30 24 | USD | 1,505 | 1,857 | 2,004 |
| Level 3 Financing, Inc., 5.375% Jan. 15 19 | USD | 525 | 707 | 714 |
| Microsoft Corporation, 3.125% Aug. 03 25 | USD | 865 | 1,177 | 1,176 |
| Molson Coors International LP, 2.75% Sep. 18 20, Series 2 | | 2,985 | 3,011 | 3,035 |
| QVC, Inc., 4.375% Mar. 15 23 | USD | 1,515 | 2,039 | 2,022 |
| QVC, Inc., 4.85% Apr. 01 24 | USD | 740 | 993 | 1,000 |
| Reliance Steel & Aluminum Co., 4.50% Jan. 15 23 | USD | 515 | 665 | 697 |
| ServiceMaster Company, LLC, 7.45% Aug. 15 27 | USD | 535 | 701 | 760 |
| Tenneco Inc., 5.00% Jul. 15 21 | USD | 400 | 536 | 528 |
| United States Treasury, 2.00% Nov. 15 26 | USD | 40,000 | 50,721 | 51,682 |
| Universal Health Services, Inc., 4.75% Aug. 01 17 | USD | 405 | 548 | 553 |
| Universal Health Services, Inc., 5.00% Jun. 01 21 | USD | 1,550 | 2,070 | 2,040 |
| Verizon Communications Inc., 5.15% Sep. 15 23 | USD | 1,175 | 1,774 | 1,747 |
| Vulcan Materials Company, 4.50% Jan. 01 25 | USD | 915 | 1,151 | 1,290 |
| Wells Fargo & Company, 4.00% Aug. 08 19 | AUD | 1,600 | 1,620 | 1,583 |
| | | | **90,683** | **92,092** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.1%)** | | | **290,571** | **288,945** |
| **TRANSACTION COSTS (0.0%)** | | | **–** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (94.1%)** | | | **290,571** | **288,945** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.3%)** | | | **–** | **881** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (7.1%)** | | | | |
| Canadian | | | 13,419 | 13,419 |
| Foreign | | | 8,384 | 8,375 |
| | | | **21,803** | **21,794** |
| **OTHER NET ASSETS (LIABILITIES) (–1.5%)** | | | | **(4,321)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | | **307,299** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.
Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

## Schedule of Derivative Instruments

### *Unrealized Gain on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 11-Jan-17 | CAD 14,302 | (AUD) (14,000) | 0.979 | 1.031 | 715 |
| Toronto-Dominion Bank (The) | A-1+ | 11-Jan-17 | CAD 37,228 | (USD) (27,700) | 0.744 | 0.745 | 40 |
| Toronto-Dominion Bank (The) | A-1+ | 15-Mar-17 | CAD 9,209 | (NZD) (9,800) | 1.064 | 1.074 | 82 |
| Bank of Nova Scotia (The) | A-1 | 15-Feb-17 | CAD 11,693 | (GBP) (6,900) | 0.590 | 0.603 | 256 |
| Toronto-Dominion Bank (The) | A-1+ | 11-Jan-17 | USD 7,500 | (CAD) (9,975) | 1.330 | 1.343 | 94 |
| | | | | | | | **1,187** |

### *Unrealized Gain on Currency Forward Contracts – Series FH and Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 286 | (USD) (212) | 0.740 | 0.745 | 2 |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 135 | (CAD) (181) | 1.340 | 1.342 | – |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 357 | (CAD) (477) | 1.337 | 1.342 | 2 |
| | | | | | | | **4** |
| Total Unrealized Gain on Currency Forward Contracts | | | | | | | **1,191** |

### *Unrealized Loss on Currency Forward Contracts*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Toronto-Dominion Bank (The) | A-1+ | 15-Mar-17 | CAD 4,688 | (USD) (3,550) | 0.757 | 0.745 | (75) |
| Bank of Nova Scotia (The) | A-1 | 15-Feb-17 | GBP 6,900 | (CAD) (11,607) | 1.682 | 1.658 | (169) |
| | | | | | | | **(244)** |

### *Unrealized Loss on Currency Forward Contracts – Series FH and Series H[(1)]*

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 158 | (USD) (119) | 0.752 | 0.745 | (2) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 660 | (USD) (501) | 0.759 | 0.745 | (12) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | CAD 576 | (USD) (432) | 0.750 | 0.745 | (4) |
| State Street Bank & Trust Company | A-1+ | 19-Jan-17 | USD 11,657 | (CAD) (15,696) | 1.347 | 1.342 | (48) |
| | | | | | | | **(66)** |
| Total Unrealized Loss on Currency Forward Contracts | | | | | | | **(310)** |

(1) The unrealized forward currency contract gains and losses are attributed to and allocated solely to Series FH and Series H.

*The accompanying notes are an integral part of these financial statements.*

# Dynamic Aurion Total Return Bond Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to provide income and capital returns from an actively managed diversified portfolio of primarily Canadian fixed income securities.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 10,126 | 53,583 |
| 1-3 years | 44,761 | 11,790 |
| 3-5 years | 57,585 | 47,753 |
| 5-10 years | 171,868 | 91,943 |
| > 10 years | 4,605 | 35,701 |
| | **288,945** | **240,770** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $3,929,000 or approximately 1.3% (June 30, 2016 – $3,829,000 or approximately 1.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

The Fund may hedge currency exposure of its foreign portfolio positions to the extent deemed appropriate. The net assets attributable to Series FH and Series H units of the Fund are hedged against changes in foreign currency relative to Canadian currency and in doing so attempts to eliminate foreign currency risk for such series.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 95,764 | (31,881) | 63,883 | 20.8 |
| Australian Dollar | 13,068 | (13,587) | (519) | (0.2) |
| Pound Sterling | 11,557 | 1 | 11,558 | 3.8 |
| New Zealand Dollar | 10,213 | (9,127) | 1,086 | 0.4 |
| Mexican Peso | 9,110 | – | 9,110 | 3.0 |
| | **139,712** | **(54,594)** | **85,118** | **27.8** |

**Series FH and Series H**

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 14,509 | (14,612) | (103) | (0.0) |
| | **14,509** | **(14,612)** | **(103)** | **(0.0)** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 60,113 | (57,152) | 2,961 | 1.2 |
| Mexican Peso | 10,596 | – | 10,596 | 4.1 |
| New Zealand Dollar | 10,463 | – | 10,463 | 4.1 |
| Australian Dollar | 9,548 | (9,715) | (167) | (0.1) |
| | **90,720** | **(66,867)** | **23,853** | **9.3** |

**Series FH and Series H**

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Net assets attributable to holders of redeemable units ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 12,223 | (12,142) | 81 | 0.0 |
| | **12,223** | **(12,142)** | **81** | **0.0** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $8,502,000 or approximately 2.8% (June 30, 2016 – $2,393,000 or approximately 0.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at December 31, 2016 or June 30, 2016.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Fund.

# Dynamic Aurion Total Return Bond Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1 | – | – | 16.9 | 15.9 |
| AAA | 34.5 | 32.6 | 21.3 | 20.0 |
| AA | 14.4 | 13.5 | 12.9 | 12.1 |
| A | 26.4 | 24.8 | 26.5 | 24.7 |
| BBB | 22.4 | 21.1 | 20.5 | 19.3 |
| BB | 1.8 | 1.7 | 0.9 | 0.9 |
| B | 0.3 | 0.2 | 0.7 | 0.7 |
| Unrated | 0.2 | 0.2 | 0.3 | 0.3 |
| | **100.0** | **94.1** | **100.0** | **93.9** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **94.1** | **78.0** |
| **Canadian Bonds and Debentures** | | |
| Federal | 5.3 | 5.1 |
| Provincial | 14.0 | 13.1 |
| Corporate | 28.4 | 27.2 |
| **Foreign Bonds and Debentures** | | |
| Australia | 5.6 | 5.1 |
| Chile | 0.6 | 0.8 |
| Germany | 0.3 | 0.4 |
| Luxembourg | 1.1 | 1.3 |
| Mexico | 2.9 | 4.0 |
| New Zealand | 1.5 | 1.9 |
| United Kingdom | 4.4 | 0.8 |
| United States | 30.0 | 18.3 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **7.1** | **19.8** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 288,945 | – | 288,945 |
| Unrealized gain on currency forward contracts | – | 1,191 | – | 1,191 |
| Unrealized gain on currency spot contracts | – | 1 | – | 1 |
| | **–** | **290,137** | **–** | **290,137** |
| Unrealized loss on currency forward contracts | – | (310) | – | (310) |
| | **–** | **289,827** | **–** | **289,827** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Bonds and debentures | – | 200,013 | – | 200,013 |
| Money market instruments | – | 40,800 | – | 40,800 |
| Unrealized gain on currency forward contracts | – | 223 | – | 223 |
| | **–** | **241,036** | **–** | **241,036** |
| Unrealized loss on currency forward contracts | – | (986) | – | (986) |
| Unrealized loss on futures contracts | (43) | – | – | (43) |
| | **(43)** | **240,050** | **–** | **240,007** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 1,191 | (248) | – | 943 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **1,191** | **(248)** | **–** | **943** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 310 | (248) | – | 62 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **310** | **(248)** | **–** | **62** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 223 | (118) | – | 105 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **223** | **(118)** | **–** | **105** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 986 | (118) | – | 868 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **986** | **(118)** | **–** | **868** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

# DMP Power Global Growth Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 19,112 | 20,743 |
| Cash | 73 | 31 |
| Receivable for securities sold | 77 | 176 |
| | **19,262** | **20,950** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 31 | 34 |
| Redemptions payable | 50 | 34 |
| Accrued expenses | 9 | 10 |
| | **90** | **78** |
| **Net assets attributable to holders of redeemable shares** | **19,172** | **20,872** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 14,290 | 16,239 |
| Series F | 4,882 | 4,633 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 8.59 | 8.80 |
| Series F | 20.54 | 20.94 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Net realized gain (loss) on non-derivative financial assets | 448 | 785 |
| Change in unrealized gain (loss) on non-derivative financial assets | (579) | 646 |
| Total income (loss), net | **(131)** | **1,431** |
| **EXPENSES** | | |
| Management fees (note 5) | 189 | 224 |
| Fixed administration fees (note 6) | 52 | 61 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 27 | 31 |
| Total expenses | **269** | **317** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **269** | **317** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **(400)** | **1,114** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | (282) | 941 |
| Series F | (118) | 173 |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | (0.16) | 0.45 |
| Series F | (0.52) | 0.74 |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 1,775,260 | 2,114,124 |
| Series F | 227,427 | 234,282 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 16,239 | 20,247 |
| Series F | 4,633 | 5,596 |
| | **20,872** | **25,843** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | (282) | 941 |
| Series F | (118) | 173 |
| | **(400)** | **1,114** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 274 | 400 |
| Series F | 813 | 1,304 |
| Payments on redemption | | |
| Series A | (1,941) | (1,117) |
| Series F | (446) | (1,601) |
| | **(1,300)** | **(1,014)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (1,949) | 224 |
| Series F | 249 | (124) |
| | **(1,700)** | **100** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 14,290 | 20,471 |
| Series F | 4,882 | 5,472 |
| | **19,172** | **25,943** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | (400) | 1,114 |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (448) | (785) |
| Change in unrealized (gain) loss on non-derivative financial assets | 579 | (646) |
| Purchases of portfolio investments | (339) | (1,258) |
| Proceeds from sale of portfolio investments | 1,938 | 2,497 |
| Accrued investment income and other | – | 4 |
| Accrued expenses and other payables | (4) | 11 |
| **Net cash provided by (used in) operating activities** | **1,326** | **937** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 359 | 1,408 |
| Amounts paid on redemption of redeemable shares | (1,643) | (2,421) |
| **Net cash provided by (used in) financing activities** | **(1,284)** | **(1,013)** |
| Net increase (decrease) in cash | 42 | (76) |
| Cash (bank overdraft), beginning of period | 31 | 116 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **73** | **40** |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# DMP Power Global Growth Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.7%)** | | | |
| Dynamic Power Global Growth Class, Series "O" | 1,035,298 | **15,532** | **19,112** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.7%)** | | **15,532** | **19,112** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.4%)** | | | |
| Canadian | | 73 | 73 |
| Foreign | | – | – |
| | | **73** | **73** |
| **OTHER NET ASSETS (LIABILITIES) (–0.1%)** | | | **(13)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **19,172** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DMP Power Global Growth Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to provide long-term capital growth through investment in a broadly diversified portfolio consisting primarily of equity securities of businesses based outside of Canada, as well as in securities of other mutual funds.

The Fund invests in shares of Dynamic Power Global Growth Class (the "Underlying Fund"). The significant risk exposures of the Underlying Fund and the Fund's sensitivities to these exposures are indicated below.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Underlying Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Underlying Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Underlying Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 15,446 | – | 15,446 | 80.8 |
| Hong Kong Dollar | 1,890 | – | 1,890 | 9.9 |
| Brazilian Real | 1,040 | – | 1,040 | 5.4 |
| Euro | 838 | – | 838 | 4.4 |
| Pound Sterling | 796 | – | 796 | 4.2 |
| Danish Krone | 2 | – | 2 | 0.0 |
| | **20,012** | **–** | **20,012** | **104.7** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 13,615 | – | 13,615 | 65.6 |
| Japanese Yen | 3,131 | – | 3,131 | 15.1 |
| Hong Kong Dollar | 1,476 | – | 1,476 | 7.1 |
| Euro | 1,207 | – | 1,207 | 5.8 |
| Danish Krone | 1,084 | – | 1,084 | 5.2 |
| Pound Sterling | 256 | – | 256 | 1.2 |
| Brazilian Real | 115 | 0 | 115 | 0.6 |
| | **20,884** | **0** | **20,884** | **100.7** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $2,001,000 or approximately 10.5% (June 30, 2016 – $2,088,000 or approximately 10.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, derivatives and commodities, as applicable. As at December 31, 2016, approximately 92.4% (June 30, 2016 – 98.3%) of the Underlying Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $1,762,000 (June 30, 2016 – $2,037,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Underlying Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Underlying Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **92.4** | **98.3** |
| Argentina | 4.6 | – |
| Brazil | 5.4 | 0.6 |
| China | 33.4 | 21.7 |
| Denmark | – | 5.2 |
| France | – | 4.7 |
| Germany | 4.4 | 5.8 |
| Hong Kong | 6.2 | 7.1 |
| Japan | – | 15.1 |
| Netherlands | 4.3 | 3.2 |
| United Kingdom | 4.2 | 1.2 |
| United States | 29.9 | 33.7 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **6.0** | **2.5** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 19,112 | – | – | 19,112 |
| | **19,112** | **–** | **–** | **19,112** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 20,743 | – | – | 20,743 |
| | **20,743** | **–** | **–** | **20,743** |

*The accompanying notes are an integral part of these financial statements.*

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power Global Growth Class, Series "O" | 19,112 | 2.2 |
| | **19,112** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Power Global Growth Class, Series "O" | 20,743 | 2.2 |
| | **20,743** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

# DMP Resource Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 52,657 | 60,096 |
| Warrants | 447 | 631 |
| Unrealized gain on currency forward contracts | 101 | – |
| Cash | 1,111 | 3,203 |
| Receivable for securities sold | 19 | 399 |
| Subscriptions receivable | 11 | 22 |
| Accrued investment income and other | 57 | 47 |
| | **54,403** | **64,398** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 113 | 125 |
| Redemptions payable | 245 | 164 |
| Accrued expenses | 9 | 11 |
| Unrealized loss on currency forward contracts | 19 | 189 |
| | **386** | **489** |
| **Net assets attributable to holders of redeemable shares** | **54,017** | **63,909** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 41,703 | 50,104 |
| Series F | 2,014 | 1,916 |
| Series G | 10,300 | 11,889 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 10.10 | 10.49 |
| Series F | 4.13 | 4.25 |
| Series G | 10.16 | 10.54 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 258 | 366 |
| Interest for distribution purposes | 7 | 9 |
| Net realized gain (loss) on non-derivative financial assets | 1,200 | (9,336) |
| Net realized gain (loss) on currency forward contracts | (482) | (121) |
| Net realized gain (loss) on swap contracts | – | (258) |
| Change in unrealized gain (loss) on non-derivative financial assets | (2,650) | 1,513 |
| Change in unrealized gain (loss) on currency forward contracts | 271 | (154) |
| Change in unrealized gain (loss) on currency spot contracts | – | (1) |
| Net gain (loss) on investments | **(1,396)** | **(7,982)** |
| Net realized and unrealized foreign currency translation gain (loss) | 7 | (11) |
| Total income (loss), net | **(1,389)** | **(7,993)** |
| **EXPENSES** | | |
| Management fees (note 5) | 664 | 501 |
| Fixed administration fees (note 6) | 54 | 41 |
| Independent Review Committee fees | 1 | 1 |
| Foreign withholding taxes/tax reclaims | 1 | 7 |
| Harmonized Sales Tax/Goods and Services Tax | 78 | 57 |
| Transaction costs | 47 | 79 |
| Total expenses | **845** | **686** |
| Expenses absorbed by the Manager | (1) | – |
| Net expenses | **844** | **686** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **(2,233)** | **(8,679)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | (1,753) | (6,840) |
| Series F | (85) | (289) |
| Series G | (395) | (1,550) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | (0.39) | (1.21) |
| Series F | (0.17) | (0.60) |
| Series G | (0.37) | (1.18) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 4,483,976 | 5,707,559 |
| Series F | 495,774 | 473,501 |
| Series G | 1,074,883 | 1,314,045 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# DMP Resource Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 50,104 | 43,427 |
| Series F | 1,916 | 1,056 |
| Series G | 11,889 | 9,892 |
| | **63,909** | **54,375** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | (1,753) | (6,840) |
| Series F | (85) | (289) |
| Series G | (395) | (1,550) |
| | **(2,233)** | **(8,679)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | – | (364) |
| Series F | – | (10) |
| Series G | – | (82) |
| | **–** | **(456)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 168 | 32 |
| Series F | 703 | 1,095 |
| Series G | 185 | 7 |
| Reinvested distributions | | |
| Series A | – | 353 |
| Series F | – | 8 |
| Series G | – | 81 |
| Payments on redemption | | |
| Series A | (6,816) | (5,190) |
| Series F | (520) | (1,056) |
| Series G | (1,379) | (1,042) |
| | **(7,659)** | **(5,712)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (8,401) | (12,009) |
| Series F | 98 | (252) |
| Series G | (1,589) | (2,586) |
| | **(9,892)** | **(14,847)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 41,703 | 31,418 |
| Series F | 2,014 | 804 |
| Series G | 10,300 | 7,306 |
| | **54,017** | **39,528** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | (2,233) | (8,679) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (1,200) | 9,336 |
| Unrealized foreign currency translation (gain) loss | 1 | 33 |
| Change in unrealized (gain) loss on non-derivative financial assets | 2,650 | (1,513) |
| Change in unrealized (gain) loss on currency forward contracts | (271) | 154 |
| Change in unrealized (gain) loss on currency spot contracts | – | 1 |
| Purchases of portfolio investments | (7,110) | (12,701) |
| Proceeds from sale of portfolio investments | 13,663 | 17,694 |
| Accrued investment income and other | (10) | 2 |
| Accrued expenses and other payables | (14) | (32) |
| **Net cash provided by (used in) operating activities** | **5,476** | **4,295** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 362 | 881 |
| Amounts paid on redemption of redeemable shares | (7,929) | (7,127) |
| Distributions to shareholders of redeemable shares | – | (1) |
| **Net cash provided by (used in) financing activities** | **(7,567)** | **(6,247)** |
| Unrealized foreign currency translation gain (loss) | (1) | (33) |
| Net increase (decrease) in cash | (2,092) | (1,985) |
| Cash (bank overdraft), beginning of period | 3,203 | 3,306 |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **1,111** | **1,321** |
| Interest received[1] | 7 | 11 |
| Dividends received, net of withholding taxes[1] | 248 | 360 |

(1) Classified as operating items.

*The accompanying notes are an integral part of these financial statements.*

# DMP Resource Class (Unaudited – Continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **EQUITIES (98.2%)** | | | |
| **Australia (15.7%)** | | | |
| Independence Group NL | 400,000 | 1,259 | 1,659 |
| International Petroleum Limited* | 4,995,807 | 1,531 | – |
| Kidman Resources Limited | 2,500,000 | 913 | 1,417 |
| Northern Star Resources Limited | 800,000 | 943 | 2,721 |
| S2 Resources Limited | 244,243 | 75 | 52 |
| Sandfire Resources NL | 95,000 | 522 | 519 |
| Western Areas NL | 550,000 | 1,626 | 1,630 |
| Xanadu Mines Limited | 2,500,000 | 478 | 508 |
| | | **7,347** | **8,506** |
| **Canada (69.4%)** | | | |
| Agnico-Eagle Mines Limited | 64,127 | 1,912 | 3,620 |
| ARC Resources Ltd. | 24,800 | 558 | 573 |
| Arizona Mining Inc. | 583,800 | 414 | 1,430 |
| Arizona Mining Inc., Restricted, Warrants, Sep. 02 17* | 195,000 | – | 361 |
| Asanko Gold Inc. | 700,000 | 1,653 | 2,884 |
| Aureus Mining Inc., Warrants, Oct. 22 17* | 1,105,000 | – | – |
| Bridge Power Holdings Ltd.* | 288,280 | – | – |
| Canadian Natural Resources Limited | 36,000 | 1,241 | 1,540 |
| Canarc Resources Corp., Warrants, Jul. 31 17* | 1,500,000 | – | 19 |
| Cordoba Minerals Corp., Warrants, Feb. 07 17* | 2,500,000 | – | – |
| Detour Gold Corporation | 75,000 | 1,267 | 1,372 |
| Energizer Resources Inc., Restricted, Warrants, Jan. 17 17* | 6,250,000 | – | – |
| Gibson Energy Inc. | 31,200 | 448 | 592 |
| Lithium Americas Corp, | 150,000 | 122 | 120 |
| Lundin Mining Corporation | 455,000 | 2,362 | 2,912 |
| Medgold Resources Corp., Warrants, Feb. 04 17 | 1,200,000 | – | 57 |
| NexGen Energy Ltd. | 3,750,000 | 1,350 | 8,738 |
| Pembina Pipeline Corporation | 24,300 | 1,015 | 1,020 |
| PrairieSky Royalty Ltd. | 720 | 19 | 23 |
| SEMAFO Inc. | 400,000 | 1,942 | 1,768 |
| Seven Generations Energy Ltd., Class "A" | 74,300 | 1,171 | 2,326 |
| Spartan Energy Corp. | 349,000 | 937 | 1,162 |
| Steel Reef Infrastructure Corp., Restricted* | 325,000 | 601 | 666 |
| Suncor Energy Inc. | 59,180 | 2,076 | 2,598 |
| Talon Metals Corp., Warrants, Nov. 06 17* | 1,667,000 | – | 10 |
| Teck Resources Limited, Class "B", Subordinated Voting | 24,500 | 669 | 658 |
| Tourmaline Oil Corp. | 25,100 | 869 | 901 |
| TransCanada Corporation | 21,913 | 980 | 1,327 |
| Whitecap Resources Inc. | 67,000 | 635 | 815 |
| Windsor Energy Inc., Restricted* | 4,235,800 | 890 | – |
| | | **23,131** | **37,492** |
| **EQUITIES (98.2%) (cont'd)** | | | |
| **United Kingdom (4.3%)** | | | |
| Randgold Resources Limited, ADR | 20,000 | 1,584 | 2,050 |
| SolGold PLC | 700,000 | 241 | 276 |
| | | **1,825** | **2,326** |
| **United States (8.8%)** | | | |
| Anadarko Petroleum Corporation | 10,800 | 1,051 | 1,011 |
| Concho Resources Inc. | 3,800 | 531 | 677 |
| Devon Energy Corporation | 19,900 | 585 | 1,220 |
| EOG Resources, Inc. | 5,600 | 604 | 760 |
| Pioneer Natural Resources Company | 4,600 | 911 | 1,112 |
| | | **3,682** | **4,780** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.2%)** | | **35,985** | **53,104** |
| **TRANSACTION COSTS (0.0%)** | | **(24)** | **–** |
| **TOTAL AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (98.2%)** | | **35,961** | **53,104** |
| **UNREALIZED GAIN (LOSS) ON DERIVATIVES (0.2%)** | | **–** | **82** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (2.1%)** | | | |
| Canadian | | 976 | 976 |
| Foreign | | 135 | 135 |
| | | **1,111** | **1,111** |
| **OTHER NET ASSETS (LIABILITIES) (–0.5%)** | | | **(280)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **54,017** |

* These securities have no quoted market values and are valued using valuation techniques.

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

Average cost or carrying values of some securities may include non-zero amounts that are rounded to zero.

### Schedule of Derivative Instruments

***Unrealized Gain on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Gain ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | CAD 2,757 | (USD) (2,047) | 0.742 | 0.745 | 9 |
| Goldman Sachs International | A-1 | 19-Jan-17 | CAD 2,249 | (USD) (1,671) | 0.743 | 0.745 | 7 |
| Bank of Montreal | A-1 | 17-Feb-17 | CAD 1,358 | (AUD) (1,380) | 1.016 | 1.032 | 21 |
| Royal Bank of Canada | A-1+ | 17-Feb-17 | CAD 198 | (GBP) (119) | 0.600 | 0.603 | 1 |
| Toronto-Dominion Bank (The) | A-1+ | 17-Feb-17 | CAD 4,123 | (AUD) (4,190) | 1.016 | 1.032 | 63 |
| | | | | | | | **101** |

***Unrealized Loss on Currency Forward Contracts***

| Counterparty | Credit Rating | Delivery Date | Par Value of Currency Bought ($000s) | Par Value of Currency Sold ($000s) | Contract Price ($) | Market Price ($) | Unrealized Loss ($000s) |
|---|---|---|---|---|---|---|---|
| Royal Bank of Canada | A-1+ | 19-Jan-17 | USD 2,448 | (CAD) (3,306) | 1.350 | 1.342 | (19) |
| | | | | | | | **(19)** |

*The accompanying notes are an integral part of these financial statements.*

# DMP Resource Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to achieve long-term capital growth by investing primarily in equity securities of Canadian resource issuers engaged in oil and gas, mining exploration or, to a lesser extent, development and/or production, pulp and paper and resource service industries, including drilling services.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The majority of the Fund's financial instruments were non-interest bearing as at December 31, 2016 and June 30, 2016. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

### *Currency risk*

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Australian Dollar | 8,645 | (5,397) | 3,248 | 6.0 |
| US Dollar | 6,831 | (1,703) | 5,128 | 9.5 |
| Pound Sterling | 276 | (197) | 79 | 0.1 |
| | **15,752** | **(7,297)** | **8,455** | **15.6** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| Australian Dollar | 10,045 | (4,672) | 5,373 | 8.4 |
| US Dollar | 9,460 | (4,505) | 4,955 | 7.8 |
| Pound Sterling | 3 | – | 3 | 0.0 |
| | **19,508** | **(9,177)** | **10,331** | **16.2** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $846,000 or approximately 1.6% (June 30, 2016 – $1,033,000 or approximately 1.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at December 31, 2016, approximately 98.2% (June 30, 2016 – 95.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $5,310,000 (June 30, 2016 – $6,073,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at December 31, 2016 or June 30, 2016.

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk:

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **EQUITIES** | **98.2** | **95.0** |
| Australia | 15.7 | 15.5 |
| Canada | 69.4 | 64.7 |
| United Kingdom | 4.3 | 6.3 |
| United States | 8.8 | 8.5 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.1** | **5.0** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 43,209 | 8,782 | 666 | 52,657 |
| Warrants, rights and options | – | 418 | 29 | 447 |
| Unrealized gain on currency forward contracts | – | 101 | – | 101 |
| | **43,209** | **9,301** | **695** | **53,205** |
| Unrealized loss on currency forward contracts | – | (19) | – | (19) |
| | **43,209** | **9,282** | **695** | **53,186** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Equities | 48,559 | 10,838 | 699 | 60,096 |
| Warrants, rights and options | – | 631 | – | 631 |
| | **48,559** | **11,469** | **699** | **60,727** |
| Unrealized loss on currency forward contracts | – | (189) | – | (189) |
| | **48,559** | **11,280** | **699** | **60,538** |

#### *Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

#### *Reconciliation of Level 3 financial instruments*

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

# DMP Resource Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Beginning of period | 699 | 1,724 |
| Purchases | – | – |
| Sales | – | – |
| Transfers into Level 3 | 29 | – |
| Transfers out of Level 3 | – | (2,640) |
| Net realized gains (losses) | – | (3,205) |
| Net changes in unrealized gain (loss)* | (33) | 4,820 |
| **End of period** | **695** | **699** |

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at December 31, 2016 and June 30, 2016 was $(33,000) and $163,000, respectively.

During the period ended December 31, 2016, investments of approximately nil (June 30, 2016 – $2,640,000) were transferred from Level 3 to 2 as the fair value of these securities are now determined using valuation models that required the use of market prices obtained through independent brokers or valuation services.

During the period ended December 31, 2016, investments of approximately $29,000 (June 30, 2016 – nil) were transferred from Level 2 to 3 as the fair value of these securities are now determined using internal valuation models that required the use of assumptions, of which one of the main ones was not observable in the market.

*Level 3 valuation techniques*

The table below summarizes the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. The table also illustrates the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

| Security | Valuation technique | Significant unobservable input | Carrying value as at December 31, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Fundamental model analysis based on financial data | EBITDA multiple | 666 | – |
| Warrants | Fundamental model analysis based on financial data | Liquidity discount | 29 | – |
| | | | **695** | |

| Security | Valuation technique | Significant unobservable input | Carrying value as at June 30, 2016 ($000s) | Reasonable possible shift (+/–) ($000s) |
|---|---|---|---|---|
| Equities | Financing transaction price | Financing price | 699 | n/a |
| | | | **699** | |

## Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 101 | (10) | – | 91 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **101** | **(10)** | **–** | **91** |

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 19 | (10) | – | 9 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **19** | **(10)** | **–** | **9** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial assets – by type | Gross amount of assets ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | – | – | – | – |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **–** | **–** | **–** | **–** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Financial liabilities – by type | Gross amount of liabilities ($000s) | Master netting offset ($000s) | Collateral pledged/ received ($000s) | Net amount ($000s) |
| Currency forward contracts | 189 | – | – | 189 |
| Options contracts – OTC | – | – | – | – |
| Swap contracts – OTC | – | – | – | – |
| | **189** | **–** | **–** | **189** |

## Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at December 31, 2016 or June 30, 2016.

*The accompanying notes are an integral part of these financial statements.*

# DMP Resource Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**

For the periods indicated in note 1

## Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread (note 2).

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| | Net asset value per unit ($) | Net assets per unit ($) | Net asset value per unit ($) | Net assets per unit ($) |
| Series A | 10.10 | 10.10 | 10.42 | 10.49 |
| Series F | 4.12 | 4.13 | 4.22 | 4.25 |
| Series G | 10.15 | 10.16 | 10.47 | 10.54 |

*The accompanying notes are an integral part of these financial statements.*

# DMP Value Balanced Class (Unaudited)

## STATEMENTS OF FINANCIAL POSITION

As at

| (in $000s except per share amounts) | December 31, 2016 | June 30, 2016 |
|---|---|---|
| **ASSETS** | | |
| **Current assets** | | |
| Investments | | |
| Non-derivative financial assets | 41,659 | 43,996 |
| Cash | 149 | 172 |
| Receivable for securities sold | 149 | 129 |
| Subscriptions receivable | 34 | 3 |
| | **41,991** | **44,300** |
| **LIABILITIES** | | |
| **Current liabilities** | | |
| Management fee payable | 67 | 72 |
| Redemptions payable | 199 | 47 |
| Accrued expenses | 10 | 11 |
| | **276** | **130** |
| **Net assets attributable to holders of redeemable shares** | **41,715** | **44,170** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SERIES** | | |
| Series A | 31,592 | 34,357 |
| Series F | 10,123 | 9,813 |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE** | | |
| Series A | 5.54 | 5.41 |
| Series F | 13.16 | 12.78 |

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended December 31 (note 1),

| (in $000s except per share amounts and average shares) | 2016 | 2015 |
|---|---|---|
| **INCOME** | | |
| Net gain (loss) on investments | | |
| Dividends | 405 | 237 |
| Net realized gain (loss) on non-derivative financial assets | 445 | 813 |
| Change in unrealized gain (loss) on non-derivative financial assets | 706 | (3,662) |
| Total income (loss), net | **1,556** | **(2,612)** |
| **EXPENSES** | | |
| Management fees (note 5) | 381 | 458 |
| Fixed administration fees (note 6) | 56 | 66 |
| Independent Review Committee fees | 1 | 1 |
| Harmonized Sales Tax/Goods and Services Tax | 46 | 55 |
| Total expenses | **484** | **580** |
| Expenses absorbed by the Manager | – | – |
| Net expenses | **484** | **580** |
| **Net increase (decrease) in net assets attributable to holders of redeemable shares from operations** | **1,072** | **(3,192)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SERIES** | | |
| Series A | 790 | (2,632) |
| Series F | 282 | (560) |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS PER SHARE†** | | |
| Series A | 0.13 | (0.35) |
| Series F | 0.37 | (0.72) |
| **WEIGHTED AVERAGE NUMBER OF SHARES PER SERIES** | | |
| Series A | 6,069,109 | 7,607,516 |
| Series F | 771,689 | 787,092 |

† The increase (decrease) in net assets attributable to holders of redeemable shares from operations per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares from operations per series by the weighted average number of shares per series.

*The accompanying notes are an integral part of these financial statements.*

# DMP Value Balanced Class (Unaudited – Continued)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, BEGINNING OF PERIOD** | | |
| Series A | 34,357 | 45,604 |
| Series F | 9,813 | 9,802 |
| | **44,170** | **55,406** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FROM OPERATIONS** | | |
| Series A | 790 | (2,632) |
| Series F | 282 | (560) |
| | **1,072** | **(3,192)** |
| **DISTRIBUTIONS TO HOLDERS OF REDEEMABLE SHARES** | | |
| From net investment income | | |
| Series A | – | (191) |
| Series F | – | (46) |
| | **–** | **(237)** |
| **REDEEMABLE SHARE TRANSACTIONS** | | |
| Proceeds from issue | | |
| Series A | 401 | 417 |
| Series F | 1,398 | 1,534 |
| Reinvested distributions | | |
| Series A | – | 169 |
| Series F | – | 43 |
| Payments on redemption | | |
| Series A | (3,956) | (6,538) |
| Series F | (1,370) | (910) |
| | **(3,527)** | **(5,285)** |
| **INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES** | | |
| Series A | (2,765) | (8,775) |
| Series F | 310 | 61 |
| | **(2,455)** | **(8,714)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES, END OF PERIOD** | | |
| Series A | 31,592 | 36,829 |
| Series F | 10,123 | 9,863 |
| | **41,715** | **46,692** |

## STATEMENTS OF CASH FLOWS

For the periods ended December 31 (note 1),

| (in $000s) | 2016 | 2015 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Increase (decrease) in net assets attributable to holders of redeemable shares | 1,072 | (3,192) |
| Adjustments for: | | |
| Net realized (gain) loss on non-derivative financial assets | (445) | (813) |
| Change in unrealized (gain) loss on non-derivative financial assets | (706) | 3,662 |
| Other non-cash transactions | (405) | – |
| Purchases of portfolio investments | (128) | (446) |
| Proceeds from sale of portfolio investments | 4,001 | 6,344 |
| Accrued expenses and other payables | (6) | 11 |
| **Net cash provided by (used in) operating activities** | **3,383** | **5,566** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issue of redeemable shares | 351 | 537 |
| Amounts paid on redemption of redeemable shares | (3,757) | (6,020) |
| **Net cash provided by (used in) financing activities** | **(3,406)** | **(5,483)** |
| Net increase (decrease) in cash | (23) | 83 |
| Cash (bank overdraft), beginning of period | 172 | (67) |
| **CASH (BANK OVERDRAFT), END OF PERIOD** | **149** | **16** |
| Dividends received, net of withholding taxes[1] | – | 237 |

(1) Classified as operating items.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2016

| | Par Value ($000s)/ Number of Shares/Units | Average Cost† ($000s) | Carrying Value ($000s) |
|---|---|---|---|
| **INVESTMENTS IN UNDERLYING FUNDS (99.9%)** | | | |
| Dynamic Value Balanced Class, Series "O" | 2,160,754 | **36,907** | **41,659** |
| **AVERAGE COST AND CARRYING VALUE OF INVESTMENTS (99.9%)** | | **36,907** | **41,659** |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT) (0.4%)** | | | |
| Canadian | | 149 | 149 |
| Foreign | | – | – |
| | | **149** | **149** |
| **OTHER NET ASSETS (LIABILITIES) (–0.3%)** | | | **(93)** |
| **NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES (100.0%)** | | | **41,715** |

† Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

*The accompanying notes are an integral part of these financial statements.*

# DMP Value Balanced Class (Unaudited)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

## The Fund (note 1)

The Fund's investment objective is to seek to achieve a high level of interest and dividend income and long-term capital appreciation by investing primarily in Canadian equity securities and debt obligations, including corporate bonds that are rated below investment grade, as well as in securities of other mutual funds.

The Fund invests in shares of Dynamic Value Balanced Class (the "Underlying Fund"). The significant risk exposures of the Underlying Fund and the Fund's sensitivities to these exposures are indicated below.

## Risks associated with financial instruments (note 4)

### *Interest rate risk*

The table below summarizes the Underlying Fund's exposure to interest rate risk by the remaining term to maturity (earlier of maturity date or interest reset date) of the Fund's portfolio, excluding preferred shares, cash and overdrafts, as applicable.

| Interest rate exposure | December 31, 2016 ($000s) | June 30, 2016 ($000s) |
|---|---|---|
| Less than 1 year | 907 | 1,624 |
| 1-3 years | 4,126 | 4,021 |
| 3-5 years | 2,609 | 3,243 |
| 5-10 years | 4,937 | 5,116 |
| > 10 years | 342 | 338 |
| | **12,921** | **14,342** |

As at December 31, 2016, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $127,000 or approximately 0.3% (June 30, 2016 – $145,000 or approximately 0.3%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Currency risk*

The Underlying Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Underlying Fund net of currency hedging contracts, as applicable.

| | December 31, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 10,041 | (6,492) | 3,549 | 8.5 |
| Israeli Shekel | 2 | – | 2 | 0.0 |
| | **10,043** | **(6,492)** | **3,551** | **8.5** |

| | June 30, 2016 | | | |
|---|---|---|---|---|
| Currency | Gross currency exposure ($000s) | Currency hedging contracts ($000s) | Net currency exposure ($000s) | Percentage of net assets (%) |
| US Dollar | 11,033 | (6,725) | 4,308 | 9.8 |
| Israeli Shekel | 2 | – | 2 | 0.0 |
| | **11,035** | **(6,725)** | **4,310** | **9.8** |

If the Canadian dollar strengthened or weakened by 10% in relation to all other foreign currencies, with all other variables held constant, net assets of the Fund could possibly have decreased or increased, respectively, by $355,000 or approximately 0.9% (June 30, 2016 – $431,000 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Price risk*

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, derivatives and commodities, as applicable. As at December 31, 2016, approximately 64.6% (June 30, 2016 – 61.7%) of the Underlying Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets of the Fund would have decreased or increased, respectively, by approximately $2,690,000 (June 30, 2016 – $2,712,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### *Credit risk*

The table below summarizes the credit ratings of the bonds and debentures, money market instruments and preferred shares held by the Underlying Fund, as applicable.

| | December 31, 2016 | | June 30, 2016 | |
|---|---|---|---|---|
| Credit ratings | Percentage of total credit rated instruments (%) | Percentage of net assets (%) | Percentage of total credit rated instruments (%) | Percentage of net assets (%) |
| A-1+ | – | – | 5.6 | 1.8 |
| AAA | 29.5 | 9.1 | 27.3 | 8.9 |
| AA | 11.6 | 3.6 | 10.5 | 3.4 |
| A | 38.0 | 11.9 | 35.3 | 11.8 |
| BBB | 19.7 | 6.1 | 20.3 | 6.6 |
| BB | 0.8 | 0.2 | 0.6 | 0.2 |
| Unrated | 0.4 | 0.1 | 0.4 | 0.1 |
| | **100.0** | **31.0** | **100.0** | **32.8** |

### *Concentration risk*

Concentration risk arises as a result of the concentration of exposures within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Underlying Fund's concentration risk:

# DMP Value Balanced Class (Unaudited – Continued)

**FUND SPECIFIC NOTES**
For the periods indicated in note 1

| | Percentage of net assets (%) | |
|---|---|---|
| | December 31, 2016 | June 30, 2016 |
| **BONDS AND DEBENTURES** | **31.0** | **31.0** |
| **Canadian Bonds and Debentures** | | |
| Federal | 8.0 | 7.9 |
| Provincial | 4.8 | 4.4 |
| Corporate | 12.6 | 13.2 |
| **Foreign Bonds and Debentures** | | |
| Australia | 0.2 | 0.4 |
| Belgium | 0.3 | 0.3 |
| France | 0.3 | 0.2 |
| United Kingdom | 0.3 | 0.4 |
| United States | 4.5 | 4.2 |
| **EQUITIES** | **64.6** | **61.7** |
| Canada | 46.5 | 40.5 |
| United Kingdom | 0.4 | – |
| United States | 17.7 | 21.2 |
| **CASH AND SHORT TERM INSTRUMENTS (BANK OVERDRAFT)** | **2.3** | **6.3** |

### *Fair value classification (note 2)*

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

| December 31, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 41,659 | – | – | 41,659 |
| | **41,659** | **–** | **–** | **41,659** |

| June 30, 2016 | Level 1 ($000s) | Level 2 ($000s) | Level 3 ($000s) | Total ($000s) |
|---|---|---|---|---|
| Underlying funds | 43,996 | – | – | 43,996 |
| | **43,996** | **–** | **–** | **43,996** |

*Transfers between levels*

During the periods ended December 31, 2016 and June 30, 2016, there were no significant transfers between Level 1 and Level 2.

## Offsetting of financial assets and liabilities (note 2)

As at December 31, 2016 and June 30, 2016, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

## Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

| | December 31, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Value Balanced Class, Series "O" | 41,659 | 19.4 |
| | **41,659** | |

| | June 30, 2016 | |
|---|---|---|
| | Carrying value of the Underlying Fund ($000s) | Ownership percentage in Underlying Fund (%) |
| Dynamic Value Balanced Class, Series "O" | 43,996 | 17.7 |
| | **43,996** | |

## Comparison of net asset value per unit and net assets per unit (note 2)

As at December 31, 2016 and June 30, 2016, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

*The accompanying notes are an integral part of these financial statements.*

## NOTES TO THE FINANCIAL STATEMENTS (Unaudited)

For the periods indicated in note 1

### 1. The Funds

1832 Asset Management L.P., a wholly owned subsidiary of The Bank of Nova Scotia ("Scotiabank"), is the manager and trustee (where applicable) of the funds. In this document, "we", "us", "our", the "Manager", the "Trustee", and "1832 Asset Management" refer to 1832 Asset Management L.P. The registered office of the Funds is Dynamic Funds Tower, 1 Adelaide Street East, 28th Floor, Toronto, ON, M5C 2V9.

The funds presented in these financial statements are either open-ended mutual fund trusts ("Trust Funds") or classes of a mutual fund corporation ("Corporate Class Funds"). The Trust Funds issue units and Corporate Class Funds issue shares. Throughout this document, where applicable, reference to units and unitholders also refers to shares and shareholders. We also refer to a Trust Fund and a Corporate Class Fund individually, as a "Fund" and collectively, as the "Funds".

The Trust Funds are established under the laws of the Province of Ontario pursuant to an Amended and Restated Master Declaration of Trust dated August 20, 2015, as amended from time to time. Dynamic Global Fund Corporation and Dynamic Managed Portfolios Ltd. are multi-class open-ended mutual fund corporations formed by articles of incorporation under the laws of Ontario on October 30, 2000 and by the articles of amalgamation under the laws of Canada on May 31, 2000 respectively, as amended from time to time. Each Corporate Class Fund is a class of shares of the respective Corporation. These financial statements only present the financial information of each of the Corporate Class Funds, each as its own reporting entity. As the Corporation as a whole is liable for the expenses and obligations of all classes, there exists the possibility that if a Corporate Class Fund cannot satisfy its own obligations, they may be satisfied using assets attributable to other Corporate Class Funds within the same Corporation. The Manager, however, believes that the risk of cross-class liability is remote and is diligent to minimize such liability.

The Statements of Financial Position are as at December 31, 2016 and June 30, 2016, as applicable, and the Statements of Comprehensive Income, Changes in Net Assets Attributable to Holders of Redeemable Units and Cash Flows are for the six-month periods ended December 31, 2016 and 2015. For Funds that started during either period, the information presented is for the period from the Fund's commencement date to December 31, 2016 or 2015, as applicable. The Schedule of Investment Portfolio for each of the Funds is as at December 31, 2016. Throughout this document, reference to the periods refers to the reporting periods described above.

These financial statements were approved and authorized for issue on February 16, 2017 by the Board of Directors of each of the Corporations, with respect to the Corporate Class Funds and by the Board of Directors of 1832 Asset Management G.P. Inc., as general partner for and on behalf of 1832 Asset Management L.P., in its capacity as Trustee of the Trust Funds.

The investment objectives for each of the Funds are provided in the respective Fund's "Fund Specific Notes". The commencement date for each Fund is as follows:

| Fund Name | Commencement Date |
|---|---|
| **DYNAMIC TRUST FUNDS** | |
| **Dynamic Core Funds** | |
| Dynamic Blue Chip Balanced Fund | December 10, 1975 |
| Dynamic Blue Chip Equity Fund | November 18, 1987 |
| Dynamic Global Balanced Fund | November 29, 2013 |
| Dynamic Global Equity Fund | November 26, 2013 |
| **Dynamic Equity Income Funds** | |
| Dynamic Dividend Fund | August 23, 1985 |
| Dynamic Dividend Income Fund | January 2, 2003 |
| Dynamic Equity Income Fund | January 15, 1968 |
| Dynamic Global Equity Income Fund | September 1, 2016 |
| Dynamic Global Strategic Yield Fund | September 1, 2016 |
| Dynamic Small Business Fund | April 28, 1997 |
| Dynamic Strategic Yield Fund | March 2, 2009 |
| Dynamic U.S. Equity Income Fund | September 1, 2016 |
| Dynamic U.S. Strategic Yield Fund | September 1, 2016 |
| **Dynamic Fixed Income Funds** | |
| Dynamic Advantage Bond Fund | November 8, 2000 |
| Dynamic Canadian Bond Fund | August 31, 1979 |
| Dynamic Corporate Bond Strategies Fund | November 1, 2011 |
| Dynamic Credit Spectrum Fund | December 31, 2012 |
| Dynamic High Yield Bond Fund | December 14, 1995 |
| Dynamic Investment Grade Floating Rate Fund | September 9, 2013 |
| Dynamic Money Market Fund | February 1, 1985 |
| Dynamic Short Term Bond Fund | January 11, 2010 |
| Dynamic Strategic Bond Fund | November 1, 2011 |
| **Dynamic Power Funds** | |
| Dynamic Power American Currency Neutral Fund | July 14, 2005 |
| Dynamic Power American Growth Fund | July 24, 1998 |
| Dynamic Power Balanced Fund | July 24, 1998 |
| Dynamic Power Canadian Growth Fund | August 27, 1985 |
| Dynamic Power Global Growth Fund | December 17, 2010 |
| Dynamic Power Small Cap Fund | December 1, 1995 |
| **Dynamic Specialty Funds** | |
| Dynamic Alternative Yield Fund | September 30, 2011 |
| Dynamic Diversified Real Asset Fund | April 4, 2005 |
| Dynamic Dollar-Cost Averaging Fund | January 2, 1998 |
| Dynamic Energy Income Fund | August 26, 2003 |
| Dynamic Financial Services Fund | October 11, 1972 |
| Dynamic Global All-Terrain Fund | September 14, 2015 |
| Dynamic Global Infrastructure Fund | July 19, 2007 |
| Dynamic Global Real Estate Fund | November 4, 1996 |
| Dynamic Precious Metals Fund | January 20, 1984 |
| Dynamic Premium Yield Fund | October 28, 2013 |
| Dynamic Resource Fund | September 25, 1998 |
| **Dynamic Strategic Portfolios** | |
| Dynamic Strategic Growth Portfolio | January 23, 1986 |
| Dynamic Strategic Income Portfolio | July 26, 2004 |
| **Dynamic Value Funds** | |
| Dynamic American Fund | August 31, 1979 |
| Dynamic Canadian Dividend Fund | June 7, 1978 |
| Dynamic Dividend Advantage Fund | April 7, 1993 |
| Dynamic Emerging Markets Fund | August 14, 2007[1] |
| Dynamic European Value Fund | June 19, 1989 |
| Dynamic Far East Value Fund | April 1, 1994 |
| Dynamic Global Asset Allocation Fund | May 7, 2007 |
| Dynamic Global Discovery Fund | November 8, 2000 |
| Dynamic Global Dividend Fund | March 6, 2006 |
| Dynamic Global Value Fund | April 7, 1993 |
| Dynamic U.S. Dividend Advantage Fund | May 13, 2013 |
| Dynamic U.S. Monthly Income Fund | October 1, 2013 |
| Dynamic Value Balanced Fund | February 28, 1992 |
| Dynamic Value Fund of Canada | July 19, 1957 |
| **DynamicEdge Trust Portfolios** | |
| DynamicEdge Balanced Growth Portfolio | February 19, 2008 |
| DynamicEdge Balanced Portfolio | February 19, 2008 |
| DynamicEdge Defensive Portfolio | February 28, 2012 |
| DynamicEdge Equity Portfolio | February 19, 2008 |

| Fund Name | Commencement Date |
|---|---|
| DynamicEdge Growth Portfolio | February 19, 2008 |
| **Dynamic Aurion Funds** | |
| Dynamic Aurion Total Return Bond Fund | August 31, 2010 |
| **DYNAMIC GLOBAL FUND CORPORATON LTD.** | |
| **Corporate Class Core Funds** | |
| Dynamic Blue Chip U.S. Balanced Class | March 30, 2011 |
| **Corporate Class Equity Income Funds** | |
| Dynamic Dividend Income Class | January 15, 2007 |
| Dynamic Preferred Yield Class | April 10, 2013 |
| Dynamic Strategic Yield Class | July 13, 2009 |
| **Corporate Class Fixed Income Funds** | |
| Dynamic Advantage Bond Class | February 4, 2008 |
| Dynamic Corporate Bond Strategies Class | September 18, 2012 |
| Dynamic Money Market Class | February 1, 2001 |
| **Corporate Class Power Funds** | |
| Dynamic Power American Growth Class | February 1, 2001 |
| Dynamic Power Balanced Class | September 15, 2008 |
| Dynamic Power Canadian Growth Class | February 1, 2001 |
| Dynamic Power Dividend Growth Class | April 23, 2012 |
| Dynamic Power Global Balanced Class | July 2, 2008 |
| Dynamic Power Global Growth Class | February 1, 2001 |
| Dynamic Power Global Navigator Class | July 2, 2008 |
| **Corporate Class Value Funds** | |
| Dynamic American Class | March 30, 2011 |
| Dynamic Canadian Asset Allocation Class | January 15, 2007 |
| Dynamic Canadian Value Class | February 1, 2001 |
| Dynamic Dividend Advantage Class | December 13, 2011 |
| Dynamic EAFE Value Class | October 1, 2007 |
| Dynamic Emerging Markets Class | July 29, 2010 |
| Dynamic Global Asset Allocation Class | November 1, 2011 |
| Dynamic Global Discovery Class | October 1, 2007 |
| Dynamic Global Dividend Class | January 15, 2007 |
| Dynamic Global Value Class | February 1, 2001 |
| Dynamic Value Balanced Class | January 15, 2007 |
| **Corporate Class Specialty Funds** | |
| Dynamic Alternative Yield Class | September 18, 2012 |
| Dynamic Global Infrastructure Class | September 14, 2015 |
| Dynamic Premium Yield Class | March 10, 2016 |
| Dynamic Strategic Energy Class | July 19, 2007 |
| Dynamic Strategic Gold Class | August 24, 2009 |
| Dynamic Strategic Resource Class | November 24, 2011 |
| Dynamic U.S. Sector Focus Class | October 1, 2014 |
| **DynamicEdge Corporate Class Portfolios** | |
| DynamicEdge Balanced Class Portfolio | February 19, 2008 |
| DynamicEdge Balanced Growth Class Portfolio | February 19, 2008 |
| DynamicEdge Conservative Class Portfolio | February 28, 2012 |
| DynamicEdge Equity Class Portfolio | February 19, 2008 |
| DynamicEdge Growth Class Portfolio | February 19, 2008 |
| **Dynamic Aurion Corporate Class Funds** | |
| Dynamic Aurion Tactical Balanced Class | January 19, 2009 |
| Dynamic Aurion Total Return Bond Class | August 31, 2010 |
| **Dynamic Managed Portfolios** | |
| DMP Power Global Growth Class | May 24, 2005 |
| DMP Resource Class | November 10, 2000 |
| DMP Value Balanced Class | January 15, 2007 |

(1) The Fund was originally established on August 14, 2007 as a closed-ended Fund and converted to an open-ended Fund on June 20, 2014.

Each Fund may offer an unlimited number of units of some or all of its respective series. Each series of a Fund is intended for different investors.

A description of each series is provided below:

**Series A:** Series A units are available to all investors.

Series A units of Dynamic Money Market Class are not available for purchase and investors will not be permitted to switch into or reclassify into Series A.

**Series C:** Series C units are available to all investors, and are available for purchase exclusively on a front-end sales charge basis.

Series C units of Dynamic Emerging Markets Fund were issued in connection with the conversion of the fund to an open-end mutual fund on June 20, 2014. Series C units of Dynamic Emerging Markets Fund are not available for purchase and investors will not be permitted to switch into or reclassify into Series C.

**Series E:** Series E units are generally only available for certain individual investors who make large investments in a Fund. Series E units are available for purchase exclusively on a front-end sales charge basis.

**Series F:** Series F units are generally only available to investors who participate in an eligible fee-based or wrap program with their registered dealer and who are subject to a periodic asset-based fee rather than commissions on each transaction. The Manager is able to reduce the management fee rate on Series F units because of lower costs and because investors who purchase Series F units will usually have entered into a separate agreement to pay account fees to their registered dealer for their individual investment program.

**Series FC:** Series FC units are generally only available to investors who participate in an eligible fee-based or wrap program with their registered dealer and who are subject to a periodic asset-based fee rather than commissions on each transaction. The Manager is able to reduce the management fee rate on Series FC units because of lower costs and because investors who purchase Series FC units will usually have entered into a separate agreement to pay account fees to their registered dealer for their individual investment program.

Series FC units were issued in connection with the conversion of Dynamic Emerging Markets Fund to an open-end mutual fund on June 20, 2014. Series FC units are not available for purchase and investors will not be permitted to switch into or reclassify into Series FC.

**Series FH:** Series FH units are generally only available to investors who participate in an eligible fee-based or wrap program with their registered dealer and who are subject to a periodic asset-based fee rather than commissions on each transaction. The Manager is able to reduce the management fee rate on Series FH units because of lower costs and because investors who purchase Series FH units will usually have entered into a separate agreement to pay account fees to their registered dealer for their individual investment program.

Series FH units are offered for purchase in U.S. dollars only. The Fund hedges against changes in the U.S. currency relative to the Canadian currency in respect of Series FH units and in doing so attempts to eliminate the fluctuations between the Canadian and U.S. currencies such that the performance of Series FH units is expected to be substantially the same as the performance of Series F units purchased using the Canadian dollar pricing option, however, there may be factors beyond the Fund's control such as derivative transaction costs and performance fees for Series F

and FH which may cause there to be differences in the performance of such series. As such, Series FH units are intended for investors who wish to purchase the Fund, which is a Canadian denominated fund, in U.S. currency but wish to minimize fluctuations between the Canadian and U.S. currencies. Series FH units will be substantially hedged using derivative instruments such as foreign currency forward contracts although there may be circumstances, from time to time, in which the Fund may not be able to fully hedge its Canadian exposure back to U.S. dollars in respect of Series FH units.

**Series FI:** Series FI units are generally only available to investors who participate in an eligible fee-based or wrap program with their registered dealer, who are subject to a periodic asset-based fee rather than commissions on each transaction and who make large investments in a Fund. The Manager is able to reduce the management fee rate on Series FI units because of lower costs and because investors who purchase Series FI units will usually have entered into a separate agreement to pay account fees to their registered dealer for their individual investment program.

**Series FL:** Series FL units are generally only available to investors who participate in an eligible fee-based or wrap program with their registered dealer and who are subject to a periodic asset-based fee rather than commissions on each transaction. The Manager is able to reduce the management fee rate on Series FL units because of lower costs and because investors who purchase Series FL units will usually have entered into a separate agreement to pay account fees to their registered dealer for their individual investment program.
The Fund does not hedge against changes in foreign currency relative to Canadian currency with respect to Series FL units and in doing so it is fully exposed to foreign currency fluctuations.

**Series FN:** Series FN units are generally only available to investors who participate in an eligible fee-based or wrap program with their registered dealer and who are subject to a periodic asset-based fee rather than commissions on each transaction. The Manager is able to reduce the management fee rate on Series FN units because of lower costs and because investors who purchase Series FN units will usually have entered into a separate agreement to pay account fees to their registered dealer for their individual investment program.
The Fund hedges against changes in foreign currency relative to Canadian currency with respect to Series FN units and in doing so attempts to eliminate foreign currency risk.

**Series FP:** Series FP units are generally only available to investors who participate in an eligible fee-based or wrap program with their registered dealer and who are subject to a periodic asset-based fee rather than commissions on each transaction. The Manager is able to reduce the management fee rate on Series FP units because of lower costs and because investors who purchase Series FP units will usually have entered into a separate agreement to pay account fees to their registered dealer for their individual investment program. Series FP units are also subject to performance fees.

**Series FT:** Series FT units are generally only available to investors who participate in an eligible fee-based or wrap program with their registered dealer and who are subject to a periodic asset-based fee rather than commissions on each transaction. Series FT units are intended for investors seeking stable monthly distributions.

**Series G:** Series G units have the same characteristics as Series A units except that Series G units are available only to investors resident for tax purposes in a province or territory of Canada in which the HST does not apply. These provinces and territories currently are Alberta, British Columbia, Manitoba, Northwest Territories, Nunavut, Saskatchewan and Yukon Territory.

**Series H:** Series H units are available to all investors.

Series H units are offered for purchase in U.S. dollars only. The Fund hedges against changes in the U.S. currency relative to the Canadian currency in respect of Series H units and in doing so attempts to eliminate the fluctuations between the Canadian and U.S. currencies such that the performance of Series H units is expected to be substantially the same as the performance of Series A units purchased using the Canadian dollar pricing option, however, there may be factors beyond the Fund's control such as derivative transaction costs and performance fees for Series A and H which may cause there to be differences in the performance of such series. As such, Series H units are intended for investors who wish to purchase the Fund, which is a Canadian denominated fund, in U.S. currency but wish to minimize fluctuations between the Canadian and U.S. currencies. Series H units will be substantially hedged using derivative instruments such as foreign currency forward contracts, although there may be circumstances, from time to time, in which the Fund may not be able to fully hedge its Canadian exposure back to U.S. dollars in respect of Series H units.

**Series I:** Series I units are generally only available for certain individual investors who make large investments in a Fund. The management fees for Series I units are paid directly by Series I unitholders, not by the Fund. Investors may only purchase Series I units through a financial advisor who is registered with a dealer that has signed an agreement with the Manager.

**Series IP:** Series IP units are generally only available for certain individual investors who make large investments in a Fund. The management fees for Series IP units are paid directly by Series IP unitholders, not by the Fund. Investors may only purchase Series IP units through a financial advisor who is registered with a dealer that has signed an agreement with the Manager. Series IP units are also subject to performance fees.

**Series IT:** Series IT units are generally only available for certain individual investors who make large investments in a Fund. Series IT units are intended for investors seeking stable monthly distributions.

The management fees for Series IT units are paid directly by Series IT unitholders, not by the Fund.

Investors may only purchase Series IT units through a financial advisor who is registered with a dealer that has signed an agreement with the Manager.

**Series L:** Series L units are available to all investors.

The Fund does not hedge against changes in foreign currency relative to Canadian currency with respect to Series L units and in doing so it is fully exposed to foreign currency fluctuations.

**Series N:** Series N units are available to all investors.

The Fund hedges against changes in foreign currency relative to Canadian currency with respect to Series N units and in doing so attempts to eliminate foreign currency risk.

**Series O:** Series O units are generally only available for certain investors who make large investments in a Fund. Investors who purchase Series O units must enter into an agreement with the Manager which identifies the management fee negotiated with the investor and payable by the investor directly to the Manager.

The Series O management fee will in no circumstances be higher than the management fee payable on Series A units of the Fund.

**Series OP:** Series OP units are generally only available for certain investors who make large investments in a Fund. Investors who purchase Series OP units must enter into an agreement with the Manager which identifies the management fee negotiated with the investor and payable by the investor directly to the Manager.

The Series OP management fee will in no circumstances be higher than the management fee payable on Series A units of the Fund.

**Series P:** Series P units are available to all investors. Series P units generally have lower management fees than Series A units of the same Fund. Series P units are available for purchase exclusively on a front-end sales charge basis. Series P units are also subject to performance fees.

**Series T:** Series T units are available to all investors. Series T units are intended for investors seeking stable monthly distributions.

**Series U:** Series U units are offered by way of private placement.

## 2. Summary of Significant Accounting Policies

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

### a) Basis of preparation

These interim financial statements of the Funds have been prepared in compliance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements including, International Accounting Standard ("IAS") 34, *Interim Financial Statements*.

The preparation of these financial statements in accordance with IFRS requires the use of judgment in applying its accounting policies and to make estimates and assumptions concerning the future. Significant accounting judgments and estimates made by the management are disclosed in Note 3.

### b) Financial instruments

*Classification*

The Funds classify investments including derivatives as financial assets or financial liabilities at fair value through profit and loss (FVTPL). This category has two sub categories: financial assets and financial liabilities are either held for trading or designated at fair value through profit or loss at inception.

Financial assets or financial liabilities held for trading are those acquired principally for the purpose of selling or repurchasing in the near future or on initial recognition as part of an identical portfolio of financial instruments that are managed together for which there is evidence of actual short-term profit taking. Derivatives and any short positions are included in this category.

Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the respective Fund's investment strategy.

The Funds' obligations for net assets attributable to holders of redeemable units are presented at the redemption amount.

Non-financial assets such as commodities held as investments in certain Funds are treated identically to financial assets designated at FVTPL in these financial statements.

*Recognition and measurement*

Regular purchases and sales of investments are recognized on the date on which the Funds initiate a trade to purchase or sell their investments at fair value. Transaction costs are expensed as incurred in the Statements of Comprehensive Income. Subsequent to initial recognition, financial assets and liabilities at FVTPL are measured at fair value as presented below. Gains and losses arising from changes in their fair value are included in the Statements of Comprehensive Income for the periods in which they arise.

### c) Fair value measurement and hierarchy of financial instruments

Fair value of a financial instrument 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 (i.e. an exit price). The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and marketable securities) are based on quoted market prices at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In

circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances.

The fair value of financial assets and liabilities that are not traded in an active market, including over-the-counter derivatives, is determined using valuation techniques. The Funds use a variety of methods and make assumptions that are based on market conditions existing at each reporting date. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and others commonly used by market participants and which make the maximum use of observable inputs.

IFRS 13, *Fair value measurement*, requires the use and disclosure of a fair value hierarchy that categorizes into three levels the inputs to valuation techniques used to measure fair value of financial instruments. The fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets and the lowest priority to unobservable inputs. The three level hierarchy based on inputs levels are defined as follows:

Level 1: Fair value is based on unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2: Fair value is based on inputs other than unadjusted quoted prices included in Level 1 that are observable for the assets or liabilities, either directly or indirectly;

Level 3: Fair value is based on at least one significant non-observable input that is not supported by market data for the financial assets or liabilities.

Changes in valuation methodology may result in transfers in and out of a level. The Funds' policy is to recognize these transfers as of the date of the event or circumstance giving rise to the transfer. The three level fair value hierarchy, transfers between levels and a reconciliation of level 3 financial instruments, as applicable, are disclosed in the respective Fund's "Fund Specific Notes".

The Manager is responsible for performing the fair value measurements included in the financial statements of the Funds, including level 3 measurements. The Manager obtains pricing from a third party pricing vendor, which is monitored and reviewed by the valuation team daily. At each financial reporting date, the Manager reviews and approves all level 3 fair value measurements. The Funds also have a Valuation Committee which includes the Chief Financial Officer, members of the finance team, as well as members of the investment counsel and compliance teams. The committee meets quarterly to perform detailed reviews of the valuations of investments held by the Funds.

Financial instruments are valued at their fair value as summarized below:

(i) North American equities are valued at the closing market price recorded by the security exchange on which the security is principally traded. Non-North American equities are valued at fair value based on information provided by an independent pricing source.

(ii) Fixed income securities, including bonds and mortgage-backed securities, are valued using quotations received from independent pricing sources.

(iii) Short-term debt instruments are carried at amortized cost, which approximates fair value.

(iv) Investments in Underlying Funds are valued based on the Net Asset Value per unit provided by the Underlying Fund's manager at the end of each valuation date.

(v) Unlisted warrants are valued using the Black-Scholes option valuation model. The model factors in the time value of money and the volatility inputs significant to such valuation. For purposes of determining Net Asset Value, warrants are valued at their intrinsic value.

(vi) Commodities held in Funds are valued based on the quoted price provided by an independent pricing source.

(vii) Options contracts are valued at their mid-price as reported by the principal exchange or the over-the-counter market on which the contract is traded. All transactions in over-the-counter options are executed using approved brokers with an approved credit rating.

(viii) Futures contracts are valued at their close prices on each valuation date.

(ix) Open forward currency contracts are valued at the gain or loss that would arise as a result of closing the position on the valuation date.

(x) Over-the-counter swap contracts are valued at the amount that the Fund would receive or pay to terminate the swap, based on the current value of the underlying interest on the valuation date. Centrally cleared swaps listed or traded on a multilateral or trade facility platform, such as a registered exchange, are valued at the daily settlement price determined by the respective exchange (if available).

### d) Net Assets versus Net Asset Value

The Funds' accounting policies for measuring the fair value of their investments and derivatives are identical to those used in measuring their net asset value for transactions with unitholders in accordance with Part 14 of National Instrument 81-106 Investment Funds for Continuous Disclosure ("NI 81-106"), except where the last traded market price for financial assets and liabilities are not within the bid-ask spread or the Fund holds non-traded warrants, as described above. A comparison of the net assets per unit in accordance to IFRS ("Net Assets per unit") and the net assets per unit calculated in accordance to NI 81-106 ("Net Asset Value per unit") are presented in the "Fund Specific Notes" for each Fund, as applicable.

### e) Income recognition

Gains and losses arising from changes in fair value of financial assets, other than derivatives, are shown in the Statements of Comprehensive Income as "Change in unrealized gain (loss) on non-derivative financial assets" and as "Net realized gain (loss) on non-derivative financial assets" when the positions are closed out. Where applicable, gains or losses arising from changes in fair value of securities sold short, are shown in the Statements of Comprehensive Income and represented in "Change in unrealized gain (loss) on non-derivative financial liabilities". When the short position is closed out, the gain and loss is realized and included in the Statements of Comprehensive Income as "Net realized gain (loss) on non-derivative financial liabilities".

The premium received or paid on options purchased or written are included in the cost of the options. Any difference resulting from revaluation at the reporting date is treated as "Change in unrealized gain (loss) on option contracts", while the gains and losses realized when the position is closed is included in the Statements of Comprehensive Income as "Net realized gain (loss) on option contracts".

Gains and losses arising from changes in fair value of spots, forwards, futures, swaps and accumulator contracts are shown in the Statements of Comprehensive Income as "Change in unrealized gain (loss)" of the respective derivative contract and in the Statements of Financial Position as "Unrealized Gain" or "Unrealized Loss" of the respective derivative contract until the contracts are closed out or expire. Once the contracts are closed out or expired, the resulting realized gains and losses of forwards, futures, swap and accumulator contracts are shown in the Statements of Comprehensive Income as "Net Realized gain (loss)" of the respective derivative contract.

Dividend income and distributions from Underlying Funds are recognized on the ex-dividend date. Where applicable, interest and dividends on investments sold short are accrued as earned and are reported as a liability in the Statements of Financial Position in "Payable for interest and dividends on securities sold short" and in the Statements of Comprehensive Income in "Dividend and interest expense on securities sold short". Distributions received from income trusts are recognized based on the nature of the underlying components such as dividend income, interest income, capital gains, and return of capital by applying previous year characterizations reported by the trust as current year characterizations are not available until the following year. The interest income component of the distributions received from Underlying Funds are included as part of "Interest for distribution purposes" in the Statements of Comprehensive Income.

Interest for distribution purposes represents the coupon interest received by the Fund, recognized on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight line basis. Realized gain or loss on the sale of short-term debt instruments are recorded as an adjustment to interest income.

### f) Functional currency and foreign exchange translation

The functional and presentation currency of the Funds is the Canadian dollar. The Canadian dollar is the currency of the primary economic environment in which the Funds operate or where mixed indicators exist in the primary environment, the functional currency is the currency in which they primarily raise capital. Any other currency other than functional currency represents foreign currency to the Funds. Amounts denominated in foreign currencies are converted into the functional currency as follows:

(i) Fair value of investments, derivative contracts and monetary and non-monetary assets and liabilities at the rates of exchange prevailing as at the valuation date;

(ii) Foreign income and expenses at the rates of exchange applicable on the respective date of such transactions; and

(iii) Purchase or sale of investments and investment income at the rates of exchange prevailing on the respective dates of such transactions.

Gains and losses on foreign exchange incurred in the Funds from monetary or non-monetary assets and liabilities other than investments and derivatives, are shown in the Statements of Comprehensive Income as "Net realized and unrealized foreign currency translation gain (loss)".

### g) Investments in unconsolidated structured entities

Certain Funds invest in mutual funds, exchange-traded funds and/or closed-ended funds managed by the Manager or by third party investment managers. The relevant Funds consider all investments in such instruments ("Underlying Funds") to be investments in unconsolidated structured entities based on the fact that the decisions made by these Underlying Funds are not governed by voting rights or any other similar rights held by the Funds. The Funds account for these unconsolidated structured entities at fair value.

The Underlying Funds each have their own objectives and investment strategies which assist the Funds in achieving their investment objectives. The Underlying Funds primarily finance their operations by issuing redeemable units or shares which are puttable at the holder's option in the case of mutual funds and exchange-traded funds or through issuing non-redeemable units or partnership interests in the case of closed-ended funds. The Underlying Funds entitle the holder to a proportional stake in the respective fund's net assets. The Funds hold units, shares or partnership interests in each of their Underlying Funds. These investments are included in "Non-derivative financial assets" in the Statements of Financial Position. The change in fair value of each Underlying Fund is included in the Statements of Comprehensive Income in "Change in unrealized gain (loss) of non-derivative financial assets". The exposure to investments in Underlying Funds at fair value is disclosed in the Fund's "Fund Specific Notes". The Funds' maximum exposure to loss from their interests in Underlying Funds is equal to the total carrying value of their investments in Underlying Funds.

Mortgage-backed securities or asset-backed securities are also considered to be unconsolidated structured entities. Mortgage-backed securities are formed by pooling various types of mortgages while asset-backed securities are formed by pooling assets such as auto loans, credit card receivables or student loans. An interest or claim to this future cash flow (interest and principal) is then sold in the form of debt or equity securities, which could be held by the Funds. The Funds account for these investments at fair value. The fair value of such securities, as disclosed in the Schedule of Investment Portfolio, as applicable, represents the maximum exposure to losses at that date.

### h) Redeemable Units Issued by the Funds

The Funds' outstanding redeemable units qualify as "puttable instruments" and have been classified as liabilities, as per the International Accounting Standard 32, *Financial Instruments: Presentation* ("IAS 32") which states that units or shares of an entity that include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset should be classified as financial liability if certain criteria are not met.

In accordance with IAS 32, the Trust Funds' redeemable units' entitlements include a contractual obligation to distribute any net income and net realized capital gains at least annually in cash (at the request of the unitholder) and therefore meet the contractual obligation requirement. In addition the Corporate Class Funds issue different types of units that are equally subordinated but have different features. These features violate criteria that are required in order for the redeemable units to be presented as equity under IAS 32. Consequently, the Funds' outstanding redeemable units are classified as financial liabilities in these financial statements.

### i) Offsetting of financial instruments

Financial assets and liabilities are offset and the net amount is presented in the Statements of Financial Position only if there is a legal right to offset the amounts and there is an intention either to settle on a net basis or to realize the asset and settle the liability simultaneously. Income and expenses are presented on a net basis only when permitted under IFRS, for gains and losses arising from a group of similar transactions, such as gains and losses from financial instruments at fair value through profit or loss. Financial assets and liabilities that are subject to master netting or comparable agreements and the related potential effect of offsetting are disclosed in the respective Fund's "Fund Specific Notes".

### j) Other financial assets and liabilities

Other financial assets and liabilities other than investments and derivatives are valued at amortized cost. These balances are short-term in nature; therefore, their carrying values approximate fair values.

### k) Increase (decrease) in net assets attributable to holders of redeemable units per unit

"Increase (decrease) in net assets attributable to holders of redeemable units per unit" is disclosed in the Statements of Comprehensive Income and represents, for each Series of units, the increase or decrease in net assets attributable to holders of redeemable units from operations for the period attributable to each Series divided by the weighted average number of units outstanding for the corresponding Series during the period.

### l) Short Selling

If a Fund sells a security short, it will borrow that security from a broker to complete the sale. The Fund will incur a loss as a result of a short sale if the price of the borrowed security increases between the date of the short sale and the date on which the Fund closes out its short position by buying that security. There can be no assurance that a Fund will be able to close out a short position at an acceptable time or price. Until the Fund replaces a borrowed security, it will maintain a margin account with the broker containing cash and liquid securities such that the amount deposited as margin will be more than the current market value of the security sold short. The cash held on margin in respect of short sale activity is noted in the Statements of Financial Position in "Deposits with brokers for securities sold short", if applicable.

### m) Cash

Cash is comprised of cash on deposit and bank overdrafts. Short term instruments are disclosed in "Non-derivative financial assets" in the Statements of Financial Position.

### n) Accounting standards issued but not yet effective

The final version of IFRS 9, *Financial Instruments* was issued by the International Accounting Standards Board ("IASB") in July 2014 and will replace IAS 39, *Financial Instruments: Recognition and Measurement*, related to the classification and measurement of financial assets and financial liabilities.

IFRS 9 relates to the classification and measurement of financial assets and financial liabilities in the Funds. The new standard is effective for the Funds for their fiscal year beginning July 1, 2018. The Funds are evaluating the impact of this standard on its financial statements and will amend disclosures if required in the financial statements following the effective date.

### o) Comparatives

Certain comparative figures on the Statements of Cash Flows have been reclassified to conform to the presentation as at and for the period ended December 31, 2016. Amounts related to reinvestment of distributions from underlying funds have been reclassified from "Purchase of portfolio investments" to "Other non-cash transactions".

## 3. Significant Accounting Judgments and Estimates

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. These estimates are made based on information available as at the date of issuance of the financial statements. Actual results could materially differ from those estimates. The following discusses the most significant accounting judgments and estimates that the Funds have made in preparing the financial statements:

*Investment Entities*

In accordance with IFRS 10: *Consolidated Financial Statements,* the Manager has determined that the Funds meet the definition of an Investment Entity which requires that the Funds obtain funds from one or more investors for the purpose of providing investment management services, commits to their investors that their business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and measure and evaluate the performance of their investments on a fair value basis. Consequently, the Funds do not consolidate their investment in subsidiaries, if any, but instead measure these at FVTPL, as required by the accounting standard.

*Classification and measurement of investments and application of the fair value option*

In classifying and measuring financial instruments held by the Funds, the Manager is required to make significant judgments about whether or not the business of the Funds is to invest on a total return basis for the purpose of applying the fair value option for financial assets under IAS 39, *Financial Instruments: Recognition and Measurement*. The most significant judgments made include the

determination that certain financial instruments are held-for-trading and that the fair value option can be applied to those which are not.

*Fair value measurement of derivatives and securities not quoted in an active market*

Key areas of estimation, where the Manager has made complex or subjective judgments, include the determination of fair values of financial instruments and derivatives that are not quoted in an active market. The use of valuation techniques for financial instruments and derivatives that are not quoted in an active market requires the Manager to make assumptions that are based on market conditions existing as at the date of the financial statements. Changes in these assumptions as a result of changes in market conditions could affect the reported fair value of financial instruments and derivatives.

## 4. Discussion of Financial Instrument Risk

Each Fund's investment activities expose it to a variety of financial risks: market risk (including interest rate risk, currency risk, and other price risk), credit risk and liquidity risk. Each Fund's investment practices include portfolio monitoring to ensure compliance with stated investment guidelines. The Manager seeks to minimize potential adverse effects of risks on each Fund's performance by employing and overseeing professional and experienced portfolio advisors that regularly monitor each Fund's securities and financial market developments. The risks are measured using a method that reflects the expected impact on the results and net assets attributable to unitholders of the Funds from reasonably possible changes in the relevant risk variables.

The Manager maintains a risk management practice that includes monitoring compliance with investment restrictions to ensure that the Funds are being managed in accordance with the Funds' stated investment objectives, strategies and securities regulations.

Some Funds invest in underlying funds. These Funds are indirectly exposed to market risk, credit risk, and liquidity risk in the event that the underlying funds invest in financial instruments that are subject to those risks.

A Fund's exposure to market risk, credit risk and liquidity risk, where applicable, is disclosed in the respective Fund's "Fund Specific Notes".

### (a) Market risk

#### (i) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect the future cash flows or the fair values of interest-bearing financial instruments. Each Fund's exposure to interest rate risk is concentrated in its investments in debt instruments (such as bonds and debentures) and interest rate sensitive derivative instruments, if any.

#### (ii) Currency risk

The Funds may invest in monetary and non-monetary assets denominated in currencies other than their functional currency. Currency risk is the risk that the value of foreign investments will fluctuate due to changes in the foreign exchange rates of those currencies in relation to the Funds' functional currency. Other financial assets (including dividends and interest receivable and receivable for investments sold) and financial liabilities that are denominated in foreign currencies do not expose the Funds to significant currency risk. Funds may enter into currency forward contracts, currency futures contracts and/or foreign currency option contracts for hedging purposes to reduce their foreign currency risk exposure.

#### (iii) Price risk

Price risk is the risk that the fair value of a Fund's financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities. The maximum risk resulting from these financial instruments is equivalent to their fair value, except for written options, short sales and short futures contracts, where possible losses can be unlimited.

### (b) Credit risk

Credit risk is the risk that the issuer of a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Funds. A Fund's investment in financial instruments such as bonds, debentures, money market instruments, preferred shares and derivatives represents the main concentration of credit risk. The fair value of financial instruments includes consideration of the creditworthiness of the issuer, and accordingly, represents the maximum credit risk exposure to the Funds. All the transactions in listed securities and derivatives are settled or paid upon delivery using approved brokers with an approved credit rating. The risk of default with the counterparty is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is only made on a purchase once the securities have been received by the broker.

The Trade Management Oversight Committee ("Management Committee") is responsible for regulatory evaluation and improvement of trade management policies and procedures, when applicable, and is also responsible for counterparty selection and oversight. The Management Committee reviews counterparties regularly to ensure they still meet preapproved credit standards established by the Management Committee. The counterparty policies and procedures established by the Management Committee have been reviewed and approved by the Board of Directors of the Manager.

The Funds enter into transactions with approved counterparties with a designated rating in accordance with securities regulations.

The credit ratings reported in the financial statements for issuers of debt instruments, counterparties of derivative transactions, prime brokers and custodians, where applicable, are S&P Global Ratings' credit ratings or S&P Global Ratings equivalent for credit ratings from other approved rating agencies. In instances where the credit rating was to fall below the designated rating, the Manager would take appropriate action.

The Funds can also be exposed to credit risk to the extent that the Funds' custodian may not be able to settle trades for cash. Canadian securities regulations require that the Funds employ a custodian

that meets certain capital requirements. These regulations state that, among other things, a fund's custodian be either a bank listed in Schedule I, II, or III of the Bank Act (Canada), or a company incorporated in Canada affiliated with a bank with shareholders' equity of not less than $10,000,000. State Street Trust Company Canada, which is the custodian for all Funds, meets all of the Canadian Securities Administrators' requirements to act as the custodian.

A Fund may enter into securities lending transactions with counterparties whereby the Fund temporarily exchanges securities for collateral with a commitment by the counterparty to deliver the same securities on a future date. Credit risk associated with these transactions is considered minimal as all counterparties have approved credit rating and the market value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned as at the end of each trading day.

### (c) Liquidity risk

The Funds' exposure to liquidity risk arises primarily from the daily cash redemption of units. The Funds primarily invest in securities that are traded in active markets and can be readily disposed of. In addition, each Fund aims to retain sufficient cash and cash equivalent positions to maintain liquidity. The Funds may, from time to time, enter into over-the-counter derivative contracts or invest in securities that are not traded in an active market and may be illiquid. Illiquid securities are identified in the respective Fund's Schedule of Investment Portfolio, as applicable.

### (d) Concentration risk

Concentrations of risk arise from financial instruments that have similar characteristics and are affected similarly by changes in economic or other conditions. The identification and disclosure of concentration risk is provided in the respective Fund's "Fund Specific Notes".

## 5. Management Fees

The Funds pay the Manager management fees for some series of securities. Management fees for other series of securities are paid directly by investors. The management fees cover the costs of managing the Funds, arranging for investment analysis, recommendations and investment decision making for the Funds, arranging for distribution of the Funds, marketing and promotion of the Funds and providing or arranging for other services for the Funds.

The management fee for all Series except Series I, Series IP, Series IT, Series O and Series OP is an annualized rate based on the net asset value of each series of the Funds. The management fee for Series O and Series OP are negotiated and paid directly by these securityholders and not by the Funds. The management fee for Series I, Series IP and Series IT are paid directly by these securityholders and not by the Funds. The Funds' management fees are accrued daily and payable monthly on the first business day of the following calendar month.

The Manager may reduce the effective management fee payable by clients who invest large amounts in a particular Fund by waiving a portion of the management fee that it would otherwise be entitled to receive from the Fund or a securityholder and directing the Fund to make a management fee distribution, in the case of clients of the Trust Funds, or a management fee rebate in the case of clients of the Corporate Class Funds, in the amount of such waiver. All management fee distributions and management fee rebates are automatically reinvested in additional shares/units of the relevant series of the Funds.

There is no duplication of management fees, performance fees, sales charges or redemption fees between the Funds and the Underlying Funds held directly by them, if any. The Manager is entitled to an annual management fee, exclusive of sales taxes, as follows:

| | Series (%) | | | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Fund Name** | **A** | **C** | **E** | **F** | **FC** | **FH** | **FI** | **FL** | **FN** | **FP** | **FT** | **G** | **H** | **L** | **N** | **P** | **T** |
| **DYNAMIC TRUST FUNDS** | | | | | | | | | | | | | | | | | |
| **Dynamic Core Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Blue Chip Balanced Fund | 2.00 | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 0.85 | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Blue Chip Equity Fund | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | n/a |
| Dynamic Global Balanced Fund | 2.00 | n/a | 1.90 | 0.90 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global Equity Fund | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| **Dynamic Equity Income Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Dividend Fund | 1.25 | n/a | n/a | 0.75 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.25 | n/a | n/a | n/a | n/a | 1.85 |
| Dynamic Dividend Income Fund | 1.85 | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.85 | n/a | n/a | n/a | n/a | 1.85 |
| Dynamic Equity Income Fund | 1.75 | n/a | 1.85 | 0.75 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | n/a | n/a | n/a | n/a | 1.75 |
| Dynamic Global Equity Income Fund | 1.85 | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Global Strategic Yield Fund | 1.85 | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Small Business Fund | 2.00 | n/a | n/a | 1.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | n/a |
| Dynamic Strategic Yield Fund* | 1.85 | n/a | 1.85 | 0.85 | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | 1.85 | 1.85 | n/a | n/a | n/a | n/a |
| Dynamic U.S. Equity Income Fund | 1.85 | n/a | n/a | 0.85 | n/a | n/a | n/a | 0.85 | 0.85 | n/a | n/a | n/a | n/a | 1.85 | 1.85 | n/a | n/a |
| Dynamic U.S. Strategic Yield Fund | 1.85 | n/a | n/a | 0.85 | n/a | n/a | n/a | 0.85 | 0.85 | n/a | n/a | n/a | n/a | 1.85 | 1.85 | n/a | n/a |
| **Dynamic Fixed Income Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Advantage Bond Fund | 1.25 | n/a | 1.20 | 0.60 | n/a | 0.60 | n/a | n/a | n/a | n/a | n/a | 1.25 | 1.25 | n/a | n/a | n/a | n/a |
| Dynamic Canadian Bond Fund | 1.25 | n/a | n/a | 0.60 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.25 | n/a | n/a | n/a | n/a | n/a |
| Dynamic Corporate Bond Strategies Fund | 1.50 | n/a | 1.40 | 0.65 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | n/a | n/a | n/a | n/a |
| Dynamic Credit Spectrum Fund | 1.75 | n/a | 1.60 | 0.85 | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | n/a | n/a | n/a | n/a |
| Dynamic High Yield Bond Fund | 1.85 | n/a | n/a | 0.85 | n/a | 0.85 | n/a | n/a | n/a | 0.75 | n/a | 1.85 | 1.85 | n/a | n/a | 1.50 | n/a |
| Dynamic Investment Grade Floating Rate Fund | 1.15 | n/a | 1.00 | 0.50 | n/a | 0.50 | n/a | n/a | n/a | n/a | n/a | n/a | 1.15 | n/a | n/a | n/a | n/a |
| Dynamic Money Market Fund | 0.55 | n/a | n/a | 0.50 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Short Term Bond Fund | 1.15 | n/a | n/a | 0.50 | n/a | 0.50 | n/a | n/a | n/a | n/a | n/a | n/a | 1.15 | n/a | n/a | n/a | n/a |
| Dynamic Strategic Bond Fund | 1.50 | n/a | n/a | 0.65 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | n/a | n/a | n/a | n/a |

| Fund Name | Series (%) A | C | E | F | FC | FH | FI | FL | FN | FP | FT | G | H | L | N | P | T |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Dynamic Power Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Power American Currency Neutral Fund* | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Power American Growth Fund* | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Power Balanced Fund | 1.75 | n/a | 1.85 | 0.75 | n/a | n/a | n/a | n/a | n/a | n/a | 0.75 | 1.75 | n/a | n/a | n/a | n/a | 1.75 |
| Dynamic Power Canadian Growth Fund | 2.00 | n/a | n/a | 1.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Power Global Growth Fund | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Power Small Cap Fund | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | n/a |
| **Dynamic Specialty Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Alternative Yield Fund | 1.85 | n/a | 1.85 | 0.85 | n/a | 0.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | 1.85 | n/a | n/a | n/a | n/a |
| Dynamic Diversified Real Asset Fund | 2.00 | n/a | n/a | 0.90 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Dollar-Cost Averaging Fund | 1.00 | n/a | n/a | 0.50 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Energy Income Fund | 1.85 | n/a | n/a | 0.85 | n/a | n/a | 0.85 | n/a | n/a | n/a | 0.85 | 1.85 | n/a | n/a | n/a | n/a | 1.85 |
| Dynamic Financial Services Fund | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global All-Terrain Fund | 1.75 | n/a | n/a | 0.75 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Global Infrastructure Fund | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global Real Estate Fund | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Precious Metals Fund | 2.25 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.25 | n/a | n/a | n/a | n/a | n/a |
| Dynamic Premium Yield Fund* | 1.85 | n/a | 1.85 | 0.85 | n/a | 0.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | 1.85 | n/a | n/a | n/a | n/a |
| Dynamic Resource Fund | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | n/a |
| **Dynamic Strategic Portfolios** | | | | | | | | | | | | | | | | | |
| Dynamic Strategic Growth Portfolio | 2.00 | n/a | n/a | 0.90 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | n/a |
| Dynamic Strategic Income Portfolio | 1.90 | n/a | 1.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| **Dynamic Value Funds** | | | | | | | | | | | | | | | | | |
| Dynamic American Fund | 2.00 | n/a | n/a | 1.00 | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | 2.00 | 2.00 | n/a | n/a | n/a | 2.00 |
| Dynamic Canadian Dividend Fund | 2.00 | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | n/a |
| Dynamic Dividend Advantage Fund | 1.25 | n/a | 1.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | 1.85 |
| Dynamic Emerging Markets Fund | 2.25 | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic European Value Fund | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Far East Value Fund | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Global Asset Allocation Fund | 2.00 | n/a | 1.90 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global Discovery Fund | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global Dividend Fund | 2.00 | n/a | 1.90 | 0.90 | n/a | n/a | n/a | n/a | n/a | n/a | 0.90 | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global Value Fund | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic U.S. Dividend Advantage Fund | 1.85 | n/a | 1.85 | 0.85 | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 1.85 | n/a | n/a | n/a | 1.85 |
| Dynamic U.S. Monthly Income Fund | 1.90 | n/a | 1.85 | 0.85 | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 1.90 | n/a | n/a | n/a | n/a |
| Dynamic Value Balanced Fund | 2.00 | n/a | 1.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 0.85 | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Value Fund of Canada | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| **DynamicEdge Trust Portfolios** | | | | | | | | | | | | | | | | | |
| DynamicEdge Balanced Portfolio | 1.80 | n/a | n/a | 0.80 | n/a | n/a | n/a | n/a | n/a | n/a | 0.80 | 1.80 | n/a | n/a | n/a | n/a | 1.80 |
| DynamicEdge Balanced Growth Portfolio | 1.90 | n/a | n/a | 0.90 | n/a | n/a | n/a | n/a | n/a | n/a | 0.90 | 1.90 | n/a | n/a | n/a | n/a | 1.90 |
| DynamicEdge Defensive Portfolio | 1.50 | n/a | 1.50 | 0.70 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| DynamicEdge Equity Portfolio | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| DynamicEdge Growth Portfolio | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| **Dynamic Aurion Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Aurion Total Return Bond Fund | 1.50 | n/a | 1.40 | 0.65 | n/a | 0.65 | n/a | n/a | n/a | n/a | n/a | 1.50 | 1.50 | n/a | n/a | n/a | n/a |
| **DYNAMIC GLOBAL FUND CORPORATON LTD.** | | | | | | | | | | | | | | | | | |
| **Corporate Class Core Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Blue Chip U.S. Balanced Class | 1.90 | n/a | 1.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.90 | n/a | n/a | n/a | 1.90 |
| **Corporate Class Equity Income Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Dividend Income Class | 1.85 | n/a | 1.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.85 |
| Dynamic Preferred Yield Class | 1.40 | n/a | 1.30 | 0.60 | n/a | 0.60 | n/a | n/a | n/a | n/a | n/a | n/a | 1.40 | n/a | n/a | n/a | n/a |
| Dynamic Strategic Yield Class | 1.85 | n/a | 1.85 | 0.85 | n/a | 0.85 | n/a | n/a | n/a | n/a | 0.85 | 1.85 | 1.85 | n/a | n/a | n/a | 1.85 |
| **Corporate Class Fixed Income Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Advantage Bond Class | 1.25 | n/a | 1.20 | 0.60 | n/a | 0.60 | n/a | n/a | n/a | n/a | 0.60 | n/a | 1.25 | n/a | n/a | n/a | 1.25 |
| Dynamic Corporate Bond Strategies Class | 1.50 | n/a | 1.50 | 0.65 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 |
| Dynamic Money Market Class | 0.50 | 0.55 | n/a | 0.50 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| **Corporate Class Power Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Power American Growth Class | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Power Balanced Class | 1.75 | n/a | 1.85 | 0.75 | n/a | n/a | n/a | n/a | n/a | n/a | 0.75 | 1.75 | n/a | n/a | n/a | n/a | 1.75 |
| Dynamic Power Canadian Growth Class | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Power Global Balanced Class | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Power Dividend Growth Class | 1.85 | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.85 |
| Dynamic Power Global Growth Class | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Power Global Navigator Class | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |

| | Series (%) | | | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Fund Name** | **A** | **C** | **E** | **F** | **FC** | **FH** | **FI** | **FL** | **FN** | **FP** | **FT** | **G** | **H** | **L** | **N** | **P** | **T** |
| **Corporate Class Value Funds** | | | | | | | | | | | | | | | | | |
| Dynamic American Class | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Canadian Asset Allocation Class | 1.90 | n/a | 1.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.90 |
| Dynamic Canadian Value Class | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Dividend Advantage Class | 1.85 | n/a | 1.85 | 0.85 | n/a | 0.85 | n/a | n/a | n/a | n/a | 0.85 | n/a | 1.85 | n/a | n/a | n/a | 1.85 |
| Dynamic EAFE Value Class | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Emerging Markets Class | 2.25 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Global Asset Allocation Class | 2.00 | n/a | 1.90 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global Discovery Class | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global Dividend Class | 2.00 | n/a | 1.90 | 0.90 | n/a | n/a | n/a | n/a | n/a | n/a | 0.90 | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Global Value Class | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Value Balanced Class | 2.00 | n/a | 1.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 0.85 | 2.00 | n/a | n/a | n/a | n/a | 2.00 |
| **Corporate Class Specialty Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Alternative Yield Class | 1.85 | n/a | 1.85 | 0.85 | n/a | 0.85 | n/a | n/a | n/a | n/a | 0.85 | n/a | 1.85 | n/a | n/a | n/a | 1.85 |
| Dynamic Global Infrastructure Class | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Strategic Energy Class | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 |
| Dynamic Premium Yield Class | 1.85 | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | 1.85 |
| Dynamic Strategic Gold Class | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.00 | n/a | n/a | n/a | n/a | n/a |
| Dynamic Strategic Resource Class | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic U.S. Sector Focus Class | 1.70 | n/a | 1.75 | 0.70 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| **DynamicEdge Corporate Class Portfolios** | | | | | | | | | | | | | | | | | |
| DynamicEdge Balanced Class Portfolio | 1.80 | n/a | 1.80 | 0.80 | n/a | n/a | n/a | n/a | n/a | n/a | 0.80 | 1.80 | n/a | n/a | n/a | n/a | 1.80 |
| DynamicEdge Balanced Growth Class Portfolio | 1.90 | n/a | 1.90 | 0.90 | n/a | n/a | n/a | n/a | n/a | n/a | 0.90 | 1.90 | n/a | n/a | n/a | n/a | 1.90 |
| DynamicEdge Conservative Class Portfolio | 1.60 | n/a | 1.50 | 0.75 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 1.60 |
| DynamicEdge Equity Class Portfolio | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | 2.00 |
| DynamicEdge Growth Class Portfolio | 2.00 | n/a | 2.00 | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | 2.00 |
| **Dynamic Aurion Corporate Class Funds** | | | | | | | | | | | | | | | | | |
| Dynamic Aurion Tactical Balanced Class | 1.85 | n/a | 1.85 | 0.85 | n/a | n/a | n/a | n/a | n/a | n/a | 0.85 | n/a | n/a | n/a | n/a | n/a | 1.85 |
| Dynamic Aurion Total Return Bond Class | 1.50 | n/a | 1.50 | 0.65 | n/a | 0.65 | n/a | n/a | n/a | n/a | 0.65 | n/a | 1.50 | n/a | n/a | n/a | 1.50 |
| **DYNAMIC MANAGED PORTFOLIOS LTD.** | | | | | | | | | | | | | | | | | |
| DMP Power Global Growth Class | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| DMP Resource Class | 2.25 | n/a | n/a | 1.25 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 2.25 | n/a | n/a | n/a | n/a | n/a |
| DMP Value Balanced Class | 2.00 | n/a | n/a | 1.00 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |

* Series U is a private series.

(1) The management fee for Series FP and P of Dynamic High Yield Bond Fund is 0.75% and 1.50%, respectively.

(2) The management fee for Series C and FC of Dynamic Emerging Markets Fund is 2.00% and 1.00%, respectively.

(3) The management fee for Series C of Dynamic Money Market Class is 0.55%.

## 6. Fixed Administration Fees and Operating Expenses

Dynamic Power Global Growth Fund pays all of its own operating expenses, including expenses relating to the carrying on of its activities, including legal and accounting fees, interest, custodial fees, taxes and administrative costs relating to the issue and redemption of its securities (but not deferred sales charges that are payable by securityholders) and other securityholder administration services, as well as the cost of financial and other reports, and of complying with all applicable laws, regulations and policies and other expenses.

The Manager pays the operating expenses of each Fund, other than Dynamic Power Global Growth Fund, (the "FAF" Funds), other than Fund Costs (as defined below) (the "Operating Expenses"), in exchange for the payment by the FAF Fund of a fixed rate administration fee (the "Administration Fee") to the Manager with respect to each series of the FAF Fund. The Administration Fee paid to the Manager by a FAF Fund in respect of a series may, in any particular period, be less than or exceed the Operating Expenses that the Manager incurs for the series. The Operating Expenses include, but are not limited to, audit fees, fund accounting costs, transfer agency and recordkeeping costs, custodian costs, administration costs and trustee services relating to registered tax plans, costs of printing and disseminating prospectuses, annual information forms, Fund Facts and continuous disclosure materials, legal fees, bank charges, investor communication costs and regulatory filing fees. The Manager is not obligated to pay any other expense, cost or fee, including those arising from new government or regulatory requirements relating to the foregoing expenses, costs and fees.

The "Fund Costs", which are payable by all FAF Funds, are fees, costs and expenses associated with all taxes, borrowing and interest, directors' fees of the Corporations, securityholder meeting fees, each Independent Review Committee or other advisory committee, compliance with any governmental and regulatory requirements imposed commencing after May 30, 2012 (including relating to (i) the Operating Expenses, (ii) compliance with IFRS, (iii) compliance with Canadian OTC Derivatives Trade Reporting Rules, and (iv) compliance with the "Volcker Rule" under the Dodd-Frank Wall Street Reform and Consumer Protection Act and other applicable U.S. regulations), and any new types of costs, expenses or fees not incurred prior to May 30, 2012, including arising from new government or regulatory requirements relating to the Operating Expenses or related to external services that were not commonly charged in the Canadian mutual fund industry as of May 30, 2012.

The Administration Fee is equal to a specified percentage of the net asset value of a series, calculated and paid in the same manner as the management fees for the Fund. The rate of the annual Administration Fee for each series is set out below.

| | Series (%) | | | | | | | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Fund Name** | **A** | **C** | **E** | **F** | **FC** | **FH** | **FI** | **FL** | **FN** | **FP** | **FT** | **G** | **H** | **I** | **IP** | **IT** | **L** | **N** | **O** | **OP** | **P** | **T** |
| **DYNAMIC TRUST FUNDS** | | | | | | | | | | | | | | | | | | | | | | |
| **Dynamic Core Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Blue Chip Balanced Fund | 0.16 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.16 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.03 | n/a | n/a | 0.15 |
| Dynamic Blue Chip Equity Fund | 0.19 | n/a | 0.08 | 0.08 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 | n/a | 0.08 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | n/a |
| Dynamic Global Balanced Fund | 0.25 | n/a | 0.09 | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.21 |
| Dynamic Global Equity Fund | 0.25 | n/a | 0.09 | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.09 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | n/a |
| **Dynamic Equity Income Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Dividend Fund | 0.17 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | n/a | 0.08 | n/a | 0.08 | n/a | n/a | 0.04 | n/a | n/a | 0.16 |
| Dynamic Dividend Income Fund | 0.16 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.16 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | 0.15 |
| Dynamic Equity Income Fund | 0.17 | n/a | 0.07 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.03 | n/a | n/a | 0.15 |
| Dynamic Global Equity Income Fund | 0.15 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Global Strategic Yield Fund | 0.15 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Small Business Fund | 0.20 | n/a | n/a | 0.18 | n/a | n/a | 0.09 | n/a | n/a | n/a | n/a | 0.20 | n/a | 0.09 | 0.09 | n/a | n/a | n/a | 0.04 | 0.04 | n/a | n/a |
| Dynamic Strategic Yield Fund* | 0.16 | n/a | 0.07 | 0.07 | n/a | 0.07 | n/a | n/a | n/a | n/a | n/a | 0.16 | 0.16 | 0.07 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | n/a |
| Dynamic U.S. Equity Income Fund | 0.15 | n/a | n/a | 0.15 | n/a | n/a | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a |
| Dynamic U.S. Strategic Yield Fund | 0.15 | n/a | n/a | 0.15 | n/a | n/a | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a |
| **Dynamic Fixed Income Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Advantage Bond Fund | 0.15 | n/a | 0.07 | 0.07 | n/a | 0.07 | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.15 | 0.07 | n/a | n/a | n/a | n/a | 0.03 | n/a | n/a | n/a |
| Dynamic Canadian Bond Fund | 0.14 | n/a | n/a | 0.07 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.14 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.03 | n/a | n/a | n/a |
| Dynamic Corporate Bond Strategies Fund | 0.17 | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | 0.15 | n/a | n/a | n/a | n/a | 0.05 | n/a | n/a | n/a |
| Dynamic Credit Spectrum Fund | 0.18 | n/a | 0.13 | 0.13 | n/a | 0.13 | n/a | n/a | n/a | n/a | n/a | n/a | 0.18 | 0.13 | n/a | n/a | n/a | n/a | 0.05 | n/a | n/a | n/a |
| Dynamic High Yield Bond Fund | 0.14 | n/a | n/a | 0.06 | n/a | 0.06 | n/a | n/a | n/a | 0.13 | n/a | 0.14 | 0.14 | 0.06 | n/a | n/a | n/a | n/a | 0.03 | n/a | 0.14 | n/a |
| Dynamic Investment Grade Floating Rate Fund | 0.17 | n/a | 0.09 | 0.09 | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | 0.09 | n/a | n/a | n/a | n/a | 0.06 | n/a | n/a | n/a |
| Dynamic Money Market Fund | 0.14 | n/a | n/a | 0.12 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Short Term Bond Fund | 0.17 | n/a | n/a | 0.09 | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | 0.09 | n/a | n/a | n/a | n/a | 0.06 | n/a | n/a | n/a |
| Dynamic Strategic Bond Fund | 0.20 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.20 | 0.15 | 0.15 | n/a | n/a | n/a | 0.07 | n/a | n/a | n/a |
| **Dynamic Power Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Power American Currency Neutral Fund* | 0.26 | n/a | n/a | 0.12 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.12 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Power American Growth Fund* | 0.20 | n/a | n/a | 0.17 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.08 | 0.08 | n/a | n/a | n/a | 0.04 | 0.05 | n/a | 0.18 |
| Dynamic Power Balanced Fund | 0.16 | n/a | 0.07 | 0.14 | n/a | n/a | n/a | n/a | n/a | n/a | 0.14 | 0.16 | n/a | 0.07 | 0.07 | n/a | n/a | n/a | 0.03 | 0.04 | n/a | 0.15 |
| Dynamic Power Canadian Growth Fund | 0.18 | n/a | n/a | 0.18 | n/a | n/a | 0.08 | n/a | n/a | n/a | n/a | 0.18 | n/a | 0.08 | 0.08 | n/a | n/a | n/a | 0.04 | 0.04 | n/a | 0.18 |
| Dynamic Power Small Cap Fund | 0.22 | n/a | n/a | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.22 | n/a | 0.10 | n/a | n/a | n/a | n/a | 0.05 | n/a | n/a | n/a |
| **Dynamic Specialty Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Alternative Yield Fund | 0.25 | n/a | 0.14 | 0.25 | n/a | 0.25 | 0.14 | n/a | n/a | n/a | n/a | n/a | 0.25 | 0.14 | 0.14 | n/a | n/a | n/a | 0.07 | n/a | n/a | n/a |
| Dynamic Diversified Real Asset Fund | 0.17 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | n/a | 0.08 | n/a | n/a | n/a | n/a | 0.05 | n/a | n/a | 0.18 |
| Dynamic Dollar-Cost Averaging Fund | 0.17 | n/a | n/a | 0.12 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Energy Income Fund | 0.16 | n/a | n/a | 0.16 | n/a | n/a | 0.08 | n/a | n/a | n/a | 0.16 | 0.16 | n/a | 0.08 | 0.08 | n/a | n/a | n/a | 0.04 | n/a | n/a | 0.16 |
| Dynamic Financial Services Fund | 0.21 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.21 | n/a | 0.10 | n/a | n/a | n/a | n/a | 0.06 | n/a | n/a | 0.21 |
| Dynamic Global All-Terrain Fund | 0.20 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.10 | n/a | n/a | n/a | n/a | 0.05 | n/a | n/a | n/a |
| Dynamic Global Infrastructure Fund | 0.30 | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | 0.08 | n/a | n/a | 0.30 |
| Dynamic Global Real Estate Fund | 0.22 | n/a | 0.10 | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.10 | 0.10 | n/a | n/a | n/a | 0.05 | n/a | n/a | 0.22 |
| Dynamic Precious Metals Fund | 0.18 | n/a | n/a | 0.16 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.18 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | n/a |
| Dynamic Premium Yield Fund* | 0.25 | n/a | 0.14 | 0.25 | n/a | 0.25 | 0.14 | n/a | n/a | n/a | n/a | n/a | 0.25 | 0.14 | 0.14 | n/a | n/a | n/a | 0.07 | n/a | n/a | n/a |
| Dynamic Resource Fund | 0.18 | n/a | 0.08 | 0.18 | n/a | n/a | 0.08 | n/a | n/a | n/a | n/a | 0.18 | n/a | 0.08 | 0.08 | n/a | n/a | n/a | 0.04 | 0.04 | n/a | n/a |
| **Dynamic Strategic Portfolios** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Strategic Growth Portfolio | 0.20 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.20 | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Strategic Income Portfolio | 0.20 | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| **Dynamic Value Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic American Fund | 0.20 | n/a | n/a | 0.09 | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | 0.20 | 0.20 | 0.09 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | 0.19 |
| Dynamic Canadian Dividend Fund | 0.16 | n/a | n/a | 0.16 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.16 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.03 | n/a | n/a | n/a |
| Dynamic Dividend Advantage Fund | 0.17 | n/a | 0.08 | 0.08 | n/a | n/a | n/a | n/a | n/a | n/a | 0.08 | n/a | n/a | 0.08 | n/a | 0.08 | n/a | n/a | 0.04 | n/a | n/a | 0.17 |
| Dynamic Emerging Markets Fund | 0.28 | 0.28 | n/a | n/a | 0.28 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic European Value Fund | 0.28 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | 0.07 | n/a | n/a | n/a |
| Dynamic Far East Value Fund | 0.35 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.15 | n/a | n/a | n/a | 0.08 | 0.09 | n/a | n/a |
| Dynamic Global Asset Allocation Fund | 0.30 | n/a | 0.14 | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | 0.20 | n/a | n/a | 0.14 | n/a | n/a | n/a | n/a | 0.09 | n/a | n/a | 0.23 |
| Dynamic Global Discovery Fund | 0.22 | n/a | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.22 | n/a | 0.09 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | 0.21 |
| Dynamic Global Dividend Fund | 0.19 | n/a | 0.08 | 0.08 | n/a | n/a | n/a | n/a | n/a | n/a | 0.08 | 0.19 | n/a | 0.08 | n/a | 0.08 | n/a | n/a | 0.04 | n/a | n/a | 0.20 |
| Dynamic Global Value Fund | 0.25 | n/a | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.25 | n/a | 0.09 | n/a | 0.09 | n/a | n/a | 0.04 | n/a | n/a | 0.21 |
| Dynamic U.S. Dividend Advantage Fund | 0.19 | n/a | 0.10 | 0.10 | n/a | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 | 0.10 | n/a | n/a | n/a | n/a | 0.03 | n/a | n/a | 0.19 |
| Dynamic U.S. Monthly Income Fund | 0.19 | n/a | 0.10 | 0.10 | n/a | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic Value Balanced Fund | 0.16 | n/a | 0.07 | 0.07 | n/a | n/a | n/a | n/a | n/a | n/a | 0.07 | 0.16 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.03 | n/a | n/a | 0.15 |
| Dynamic Value Fund of Canada | 0.17 | n/a | n/a | 0.07 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.03 | n/a | n/a | 0.16 |
| **DynamicEdge Trust Portfolios** | | | | | | | | | | | | | | | | | | | | | | |
| DynamicEdge Balanced Portfolio | 0.14 | n/a | n/a | 0.14 | n/a | n/a | n/a | n/a | n/a | n/a | 0.14 | 0.14 | n/a | 0.08 | n/a | 0.08 | n/a | n/a | n/a | n/a | n/a | 0.14 |
| DynamicEdge Balanced Growth Portfolio | 0.15 | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.15 | n/a | 0.08 | n/a | 0.08 | n/a | n/a | 0.09 | n/a | n/a | 0.14 |
| DynamicEdge Defensive Portfolio | 0.17 | n/a | 0.14 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.14 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| DynamicEdge Equity Portfolio | 0.14 | n/a | n/a | 0.14 | n/a | n/a | n/a | n/a | n/a | n/a | 0.14 | 0.14 | n/a | 0.09 | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | 0.14 |
| DynamicEdge Growth Portfolio | 0.14 | n/a | n/a | 0.14 | n/a | n/a | n/a | n/a | n/a | n/a | 0.14 | 0.14 | n/a | 0.08 | n/a | 0.08 | n/a | n/a | n/a | n/a | n/a | 0.14 |
| **Dynamic Aurion Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Aurion Total Return Bond Fund | 0.17 | n/a | 0.08 | 0.08 | n/a | 0.08 | n/a | n/a | n/a | n/a | n/a | 0.17 | 0.17 | 0.08 | n/a | n/a | n/a | n/a | 0.06 | n/a | n/a | n/a |
| **DYNAMIC GLOBAL FUND CORPORATON LTD.** | | | | | | | | | | | | | | | | | | | | | | |
| **Corporate Class Core Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Blue Chip U.S. Balanced Class | 0.19 | n/a | 0.10 | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 |
| **Corporate Class Equity Income Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Dividend Income Class | 0.19 | n/a | 0.10 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 |
| Dynamic Preferred Yield Class | 0.17 | n/a | 0.09 | 0.09 | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | 0.09 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | n/a |
| Dynamic Strategic Yield Class | 0.15 | n/a | 0.08 | 0.08 | n/a | 0.08 | n/a | n/a | n/a | n/a | 0.08 | 0.15 | 0.15 | 0.08 | n/a | 0.07 | n/a | n/a | n/a | n/a | n/a | 0.15 |

| | Series (%) | | | | | | | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Fund Name** | **A** | **C** | **E** | **F** | **FC** | **FH** | **FI** | **FL** | **FN** | **FP** | **FT** | **G** | **H** | **I** | **IP** | **IT** | **L** | **N** | **O** | **OP** | **P** | **T** |
| **Corporate Class Fixed Income Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Advantage Bond Class | 0.14 | n/a | 0.07 | 0.07 | n/a | 0.07 | n/a | n/a | n/a | n/a | 0.07 | n/a | 0.14 | 0.07 | n/a | 0.07 | n/a | n/a | n/a | n/a | n/a | 0.14 |
| Dynamic Corporate Bond Strategies Class | 0.17 | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 |
| Dynamic Money Market Class | 0.18 | 0.18 | n/a | 0.18 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| **Corporate Class Power Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Power American Growth Class | 0.23 | n/a | 0.12 | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.12 | n/a | n/a | n/a | n/a | n/a | n/a | 0.23 |
| Dynamic Power Balanced Class | 0.18 | n/a | 0.10 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.18 | n/a | 0.10 | 0.10 | 0.10 | n/a | n/a | n/a | n/a | n/a | 0.17 |
| Dynamic Power Canadian Growth Class | 0.20 | n/a | 0.10 | 0.18 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.20 | n/a | 0.10 | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 |
| Dynamic Power Global Balanced Class | 0.30 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | 0.30 |
| Dynamic Power Dividend Growth Class | 0.19 | n/a | n/a | 0.18 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.10 | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 |
| Dynamic Power Global Growth Class | 0.22 | n/a | n/a | 0.18 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.22 | n/a | 0.09 | 0.09 | n/a | n/a | n/a | 0.04 | 0.05 | n/a | 0.20 |
| Dynamic Power Global Navigator Class | 0.31 | n/a | 0.11 | 0.20 | n/a | n/a | 0.11 | n/a | n/a | n/a | n/a | n/a | n/a | 0.11 | 0.11 | n/a | n/a | n/a | 0.06 | n/a | n/a | 0.31 |
| **Corporate Class Value Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic American Class | 0.22 | n/a | 0.15 | 0.17 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | n/a | n/a | n/a | n/a | 0.09 | n/a | n/a | 0.22 |
| Dynamic Canadian Asset Allocation Class | 0.20 | n/a | 0.14 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.14 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.20 |
| Dynamic Canadian Value Class | 0.18 | n/a | 0.08 | 0.16 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.18 | n/a | 0.08 | 0.08 | n/a | n/a | n/a | 0.04 | n/a | n/a | 0.17 |
| Dynamic Dividend Advantage Class | 0.20 | n/a | 0.16 | 0.16 | n/a | 0.16 | n/a | n/a | n/a | n/a | 0.16 | n/a | 0.20 | 0.16 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.20 |
| Dynamic EAFE Value Class | 0.35 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.11 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a | 0.35 |
| Dynamic Emerging Markets Class | 0.28 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.12 | 0.12 | n/a | n/a | n/a | n/a | 0.04 | n/a | n/a |
| Dynamic Global Asset Allocation Class | 0.30 | n/a | 0.17 | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.30 |
| Dynamic Global Discovery Class | 0.25 | n/a | 0.12 | 0.17 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.12 | n/a | n/a | n/a | n/a | 0.07 | n/a | n/a | 0.25 |
| Dynamic Global Dividend Class | 0.24 | n/a | 0.10 | 0.16 | n/a | n/a | n/a | n/a | n/a | n/a | 0.16 | n/a | n/a | 0.10 | n/a | n/a | n/a | n/a | 0.06 | n/a | n/a | 0.21 |
| Dynamic Global Value Class | 0.29 | n/a | 0.10 | 0.17 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.10 | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | 0.29 |
| Dynamic Value Balanced Class | 0.17 | n/a | 0.08 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.17 | n/a | 0.08 | n/a | 0.08 | n/a | n/a | 0.04 | n/a | n/a | 0.16 |
| **Corporate Class Specialty Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Alternative Yield Class | 0.25 | n/a | 0.14 | 0.25 | n/a | 0.25 | n/a | n/a | n/a | n/a | 0.25 | n/a | 0.25 | n/a | 0.14 | n/a | n/a | n/a | n/a | n/a | n/a | 0.25 |
| Dynamic Global Infrastructure Class | 0.30 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.30 |
| Dynamic Strategic Energy Class | 0.30 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.14 | 0.14 | n/a | n/a | n/a | 0.06 | n/a | n/a | 0.30 |
| Dynamic Premium Yield Class | 0.25 | n/a | n/a | 0.25 | n/a | n/a | n/a | n/a | n/a | n/a | 0.25 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.25 |
| Dynamic Strategic Gold Class | 0.19 | n/a | 0.09 | 0.09 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.19 | n/a | 0.09 | n/a | n/a | n/a | n/a | 0.05 | n/a | n/a | n/a |
| Dynamic Strategic Resource Class | 0.30 | n/a | n/a | 0.20 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 | 0.17 | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Dynamic U.S. Sector Focus Class | 0.20 | n/a | 0.10 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.10 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| **DynamicEdge Corporate Class Portfolios** | | | | | | | | | | | | | | | | | | | | | | |
| DynamicEdge Balanced Class Portfolio | 0.16 | n/a | 0.09 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.16 | n/a | 0.09 | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | 0.16 |
| DynamicEdge Balanced Growth Class Portfolio | 0.18 | n/a | 0.10 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | 0.18 | n/a | 0.10 | n/a | 0.10 | n/a | n/a | n/a | n/a | n/a | 0.17 |
| DynamicEdge Conservative Class Portfolio | 0.17 | n/a | 0.13 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.13 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.17 |
| DynamicEdge Equity Class Portfolio | 0.20 | n/a | 0.10 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | n/a | n/a | 0.10 | n/a | 0.10 | n/a | n/a | n/a | n/a | n/a | 0.20 |
| DynamicEdge Growth Class Portfolio | 0.19 | n/a | 0.09 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | n/a | n/a | 0.09 | n/a | 0.09 | n/a | n/a | n/a | n/a | n/a | 0.19 |
| **Dynamic Aurion Corporate Class Funds** | | | | | | | | | | | | | | | | | | | | | | |
| Dynamic Aurion Tactical Balanced Class | 0.23 | n/a | 0.13 | 0.15 | n/a | n/a | n/a | n/a | n/a | n/a | 0.15 | n/a | n/a | 0.13 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.22 |
| Dynamic Aurion Total Return Bond Class | 0.17 | n/a | 0.11 | 0.15 | n/a | 0.15 | n/a | n/a | n/a | n/a | 0.15 | n/a | 0.17 | 0.11 | n/a | 0.11 | n/a | n/a | n/a | n/a | n/a | 0.17 |
| **DYNAMIC MANAGED PORTFOLIOS LTD.** | | | | | | | | | | | | | | | | | | | | | | |
| DMP Power Global Growth Class | 0.49 | n/a | n/a | 0.49 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| DMP Resource Class | 0.18 | n/a | n/a | 0.18 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0.18 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| DMP Value Balanced Class | 0.26 | n/a | n/a | 0.26 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |

* Series U is a private series

(1) The Administration Fee for Series FP and P of Dynamic High Yield Bond Fund is 0.13% and 0.14%, respectively.

(2) The Administration Fee for Series C and FC of Dynamic Emerging Markets Fund is 0.28% and 0.28%, respectively.

(3) The Administration Fee for Series C of Dynamic Money Market Class is 0.18%.

In addition, Dynamic Power Global Growth Fund paid the Manager $30,000 during the period ended December 31, 2016 (December 31, 2015 – $33,000) for administration services performed by the Manager.

The Manager has agreed to absorb certain expenses associated with some of the Funds. The absorbed amounts are shown in the Statements of Comprehensive Income, as applicable. Such absorption, where applicable, is calculated in accordance with the prospectus or in certain circumstances, may be terminated by the Manager at any time without notice.

## 7. Redeemable Units

Units issued and outstanding represent the capital of each Fund. Each of the Funds may issue an unlimited number of units. Each unit is redeemable at the option of the unitholder in accordance with the Declaration of Trust or articles of incorporation, ranks pari passu with all other units of the Funds and entitles the unitholder to a proportionate undivided interest in the Net Asset Value of the Funds. Unitholders are entitled to distributions when declared. Distributions on units of a Fund are reinvested in additional units of the Fund or at the option of the unitholder, paid in cash. The Funds' capital is managed in accordance with each of the Funds' investment objectives, policies and restrictions, as outlined in the Funds' prospectus. The Funds have no specific restrictions or specific capital requirements on the subscriptions or redemptions of units, other than minimum subscription requirements.

The units of each Series of the Funds are issued and redeemed at their Net Asset Value per unit of each Series which is determined as of the close of business on each day that the Toronto Stock Exchange is open for trading. The Net Asset Value per unit is calculated by dividing the Net Asset Value per Series by the total number of outstanding units of each Series.

For the periods ended December 31, 2016 and 2015, the following number of units were issued, reinvested and redeemed:

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **DYNAMIC TRUST FUNDS** | | | | | | | | | | |
| **Dynamic Core Funds** | | | | | | | | | | |
| **Dynamic Global Balanced Fund** | | | | | | | | | | |
| Series A | **3,142,081** | 1,308,947 | **326,396** | 1,073,098 | **27,187** | 17,271 | **(417,631)** | (115,815) | **3,078,033** | 2,283,501 |
| Series E | **208,200** | 17,215 | **16,164** | 162,626 | **1,290** | 1,152 | **(109,154)** | – | **116,500** | 180,993 |
| Series F | **393,279** | 256,317 | **74,219** | 97,080 | **4,602** | 4,314 | **(82,449)** | (21,891) | **389,651** | 335,820 |
| Series FI* | **28,521** | 10,810 | **–** | – | **85** | 173 | **(28,606)** | – | **–** | 10,983 |
| Series I | **30,725** | 21,788 | **–** | 31,629 | **561** | 745 | **(2,256)** | (221) | **29,030** | 53,941 |
| Series T | **1,205,978** | 21,740 | **86,808** | 387,341 | **3,006** | 1,941 | **(496,467)** | (10,842) | **799,325** | 400,180 |
| **Dynamic Global Equity Fund** | | | | | | | | | | |
| Series A | **1,662,348** | 886,132 | **140,505** | 450,842 | **24,595** | 5,692 | **(189,557)** | (88,378) | **1,637,891** | 1,254,288 |
| Series E | **26,539** | – | **37,624** | 6,355 | **330** | – | **(26,543)** | – | **37,950** | 6,355 |
| Series F | **259,797** | 182,401 | **114,832** | 63,774 | **9,897** | 3,289 | **(56,330)** | (17,525) | **328,196** | 231,939 |
| Series FI* | **102,855** | 156,831 | **11** | 50,026 | **(3)** | 2,437 | **(102,863)** | (117,083) | **–** | 92,211 |
| Series I | **94,854** | 98,241 | **203** | 14,957 | **3,496** | 3,136 | **(24,766)** | (19,934) | **73,787** | 96,400 |
| Series O | **40,965,035** | 36,405,242 | **5,004,915** | 1,913,475 | **1,583,443** | 1,021,305 | **(1,190,117)** | (2,739,330) | **46,363,276** | 36,600,692 |
| **Dynamic Blue Chip Balanced Fund** | | | | | | | | | | |
| Series A | **42,193,386** | 43,275,852 | **703,797** | 2,643,157 | **5,006,353** | 2,251,734 | **(4,917,465)** | (3,455,858) | **42,986,071** | 44,714,885 |
| Series F | **3,870,456** | 2,562,236 | **849,878** | 927,649 | **409,140** | 128,167 | **(751,150)** | (235,248) | **4,378,324** | 3,382,804 |
| Series FT | **84,508** | 70,545 | **24,133** | 92,786 | **1,819** | 1,112 | **(59,003)** | (10,722) | **51,457** | 153,721 |
| Series G | **11,297,807** | 10,612,056 | **235,650** | 1,076,856 | **1,364,920** | 563,590 | **(1,335,312)** | (606,712) | **11,563,065** | 11,645,790 |
| Series I | **2,902,730** | 2,311,788 | **211,329** | 650,421 | **438,596** | 132,251 | **(636,928)** | (267,766) | **2,915,727** | 2,826,694 |
| Series O | **5,545,204** | 4,921,587 | **385,481** | 356,858 | **815,445** | 312,932 | **(1,026,878)** | (235,393) | **5,719,252** | 5,355,984 |
| Series T | **4,190,236** | 3,977,091 | **119,017** | 550,509 | **62,068** | 20,630 | **(315,042)** | (377,638) | **4,056,279** | 4,170,592 |
| **Dynamic Blue Chip Equity Fund** | | | | | | | | | | |
| Series A | **9,642,785** | 10,010,153 | **221,161** | 626,850 | **1,649,938** | 425,039 | **(885,478)** | (776,368) | **10,628,406** | 10,285,674 |
| Series E | **108,966** | 35,772 | **66,428** | 42,452 | **19,299** | 1,525 | **(16,527)** | (8,547) | **178,166** | 71,202 |
| Series F | **914,615** | 806,764 | **208,838** | 365,066 | **162,439** | 40,776 | **(92,789)** | (214,632) | **1,193,103** | 997,974 |
| Series FI* | **57,111** | 34,066 | **3** | 37,233 | **(1)** | 2,236 | **(57,113)** | (7,055) | **–** | 66,480 |
| Series G | **1,874,566** | 1,779,580 | **43,284** | 133,774 | **321,216** | 78,903 | **(129,700)** | (126,548) | **2,109,366** | 1,865,709 |
| Series I | **339,525** | 240,703 | **62,596** | 72,582 | **55,475** | 14,791 | **(48,956)** | (9,050) | **408,640** | 319,026 |
| Series O | **22,610,961** | 20,941,823 | **577,128** | 1,187,317 | **4,475,237** | 1,438,633 | **(3,801,838)** | (781,007) | **23,861,488** | 22,786,766 |
| **Dynamic Equity Income Funds** | | | | | | | | | | |
| **Dynamic Dividend Fund** | | | | | | | | | | |
| Series A | **24,319,796** | 25,803,992 | **3,187,689** | 615,103 | **189,644** | 206,874 | **(1,810,831)** | (2,465,072) | **25,886,298** | 24,160,897 |
| Series F | **2,875,058** | 2,183,596 | **2,423,074** | 629,466 | **29,677** | 18,829 | **(280,258)** | (538,592) | **5,047,551** | 2,293,299 |
| Series G | **5,139,864** | 5,169,525 | **733,024** | 311,558 | **44,023** | 46,537 | **(296,773)** | (411,504) | **5,620,138** | 5,116,116 |
| Series I | **21,741** | 91,253 | **–** | – | **329** | 1,324 | **(92)** | (71,086) | **21,978** | 21,491 |
| Series IT | **229,600** | 151,519 | **42,167** | 71,891 | **4,622** | 2,382 | **(26,900)** | (11,730) | **249,489** | 214,062 |
| Series O | **21,801,811** | 21,286,598 | **1,118,011** | 1,014,316 | **330,767** | 358,927 | **(1,831,348)** | (1,197,809) | **21,419,241** | 21,462,032 |
| Series T | **2,290,319** | 2,796,769 | **136,294** | 89,322 | **36,833** | 40,850 | **(197,825)** | (457,000) | **2,265,621** | 2,469,941 |
| **Dynamic Dividend Income Fund** | | | | | | | | | | |
| Series A | **34,317,126** | 38,867,712 | **1,198,505** | 1,021,166 | **489,265** | 624,015 | **(3,761,956)** | (4,256,210) | **32,242,940** | 36,256,683 |
| Series F | **4,183,338** | 3,985,720 | **954,834** | 774,097 | **59,778** | 48,500 | **(614,589)** | (426,140) | **4,583,361** | 4,382,177 |
| Series G | **6,070,297** | 6,115,981 | **430,229** | 474,051 | **103,945** | 117,056 | **(516,285)** | (567,735) | **6,088,186** | 6,139,353 |
| Series I | **2,470,631** | 2,113,280 | **130,439** | 376,346 | **66,414** | 63,215 | **(127,271)** | (161,246) | **2,540,213** | 2,391,595 |
| Series O | **930** | 877 | **5,949,413** | – | **56,198** | 26 | **(37,487)** | – | **5,969,054** | 903 |
| Series T | **1,253,859** | 1,386,572 | **26,916** | 73,552 | **17,525** | 20,864 | **(148,388)** | (147,544) | **1,149,912** | 1,333,444 |
| **Dynamic Equity Income Fund** | | | | | | | | | | |
| Series A | **53,320,367** | 57,515,648 | **6,046,466** | 1,123,449 | **934,622** | 990,932 | **(5,181,505)** | (6,218,703) | **55,119,950** | 53,411,326 |
| Series E | **334,166** | 409,051 | **26** | 1,374 | **4,523** | 5,980 | **(58,027)** | (71,828) | **280,688** | 344,577 |
| Series F | **15,236,654** | 10,700,359 | **8,585,139** | 2,256,020 | **288,799** | 200,142 | **(2,055,380)** | (1,223,023) | **22,055,212** | 11,933,498 |
| Series FI* | **721,078** | 813,341 | **21** | 6 | **4,543** | 14,252 | **(725,642)** | (76,527) | **–** | 751,072 |
| Series G | **12,792,033** | 13,204,100 | **1,545,881** | 1,000,739 | **263,890** | 268,953 | **(962,185)** | (1,907,085) | **13,639,619** | 12,566,707 |
| Series I | **5,819,026** | 4,853,533 | **1,348,564** | 812,662 | **147,409** | 133,055 | **(562,659)** | (285,515) | **6,752,340** | 5,513,735 |
| Series O | **40,404,250** | 42,701,769 | **5,044,198** | 1,551,656 | **1,314,523** | 1,390,428 | **(2,919,582)** | (5,837,299) | **43,843,389** | 39,806,554 |
| Series T | **6,592,853** | 6,396,173 | **1,169,301** | 192,566 | **45,237** | 40,046 | **(316,217)** | (395,301) | **7,491,174** | 6,233,484 |
| **Dynamic Global Equity Income Fund** | | | | | | | | | | |
| Series A | **–** | n/a | **1,038,550** | n/a | **6,495** | n/a | **(45,378)** | n/a | **999,667** | n/a |
| Series F | **–** | n/a | **1,233,376** | n/a | **4,714** | n/a | **(2,595)** | n/a | **1,235,495** | n/a |
| **Dynamic Global Strategic Yield Fund** | | | | | | | | | | |
| Series A | **–** | n/a | **3,593,979** | n/a | **20,455** | n/a | **(100,128)** | n/a | **3,514,306** | n/a |
| Series F | **–** | n/a | **2,431,653** | n/a | **11,401** | n/a | **(62,302)** | n/a | **2,380,752** | n/a |
| **Dynamic Small Business Fund** | | | | | | | | | | |
| Series A | **13,928,550** | 16,457,332 | **1,459,408** | 361,183 | **281,756** | 312,625 | **(1,316,121)** | (2,296,010) | **14,353,593** | 14,835,130 |
| Series F | **2,793,688** | 1,890,374 | **798,194** | 430,534 | **52,691** | 38,172 | **(560,932)** | (324,238) | **3,083,641** | 2,034,842 |
| Series FI | **585,586** | 522,773 | **183** | 109,902 | **2,147** | 4,545 | **(15,562)** | (34,150) | **572,354** | 603,070 |
| Series G | **4,010,090** | 4,640,815 | **389,581** | 261,977 | **83,414** | 91,588 | **(330,945)** | (752,426) | **4,152,140** | 4,241,954 |
| Series I | **193,524** | 151,370 | **37,192** | 19,720 | **5,671** | 4,687 | **(4,547)** | (2,619) | **231,840** | 173,158 |
| Series IP | **130,658** | 201,684 | **10,737** | – | **3,859** | 4,017 | **(28,168)** | (1,589) | **117,086** | 204,112 |
| Series O | **28,065,525** | 16,073,343 | **10,120,782** | 12,666,022 | **1,368,658** | 895,954 | **(593,488)** | (1,973,091) | **38,961,477** | 27,662,228 |
| Series OP | **1,114,197** | 1,045,904 | **163,584** | 38,558 | **52,722** | 43,468 | **(10,611)** | (21,618) | **1,319,892** | 1,106,312 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **Dynamic Strategic Yield Fund** | | | | | | | | | | |
| Series A | **248,070,562** | 269,538,699 | **10,124,256** | 10,490,883 | **4,759,757** | 8,427,924 | **(32,865,635)** | (33,744,600) | **230,088,940** | 254,712,906 |
| Series E | **10,748,102** | 6,046,635 | **3,632,215** | 3,285,939 | **251,523** | 229,303 | **(2,553,853)** | (606,126) | **12,077,987** | 8,955,751 |
| Series F | **38,985,189** | 28,487,988 | **18,283,088** | 6,139,864 | **802,570** | 836,899 | **(5,809,463)** | (3,637,893) | **52,261,384** | 31,826,858 |
| Series FH | **258,064** | 248,329 | **31,546** | 56,880 | **3,597** | 6,679 | **(39,048)** | (46,730) | **254,159** | 265,158 |
| Series FI* | **10,027,230** | 6,953,540 | **95,243** | 2,750,476 | **133,877** | 162,995 | **(10,256,350)** | (1,720,371) | **–** | 8,146,640 |
| Series G | **65,316,875** | 63,991,096 | **3,732,065** | 4,465,704 | **1,461,908** | 2,308,773 | **(6,789,751)** | (6,275,255) | **63,721,097** | 64,490,318 |
| Series H | **802,837** | 925,764 | **85,242** | 37,189 | **10,761** | 25,165 | **(130,302)** | (167,552) | **768,538** | 820,566 |
| Series I | **4,398,378** | 4,271,216 | **987,069** | 463,491 | **132,219** | 165,365 | **(737,671)** | (390,201) | **4,779,995** | 4,509,871 |
| Series O | **2,589,146** | 13,045,686 | **251,008** | 372,779 | **106,119** | 354,601 | **(100,217)** | (11,545,896) | **2,846,056** | 2,227,170 |
| Series U | **–** | n/a | **402** | n/a | **2** | n/a | **–** | n/a | **404** | n/a |
| **Dynamic U.S. Equity Income Fund** | | | | | | | | | | |
| Series A | **–** | n/a | **1,047,566** | n/a | **4,364** | n/a | **(20,266)** | n/a | **1,031,664** | n/a |
| Series F | **–** | n/a | **491,458** | n/a | **2,729** | n/a | **(3,529)** | n/a | **490,658** | n/a |
| Series FL | **–** | n/a | **208,908** | n/a | **1,557** | n/a | **(4,194)** | n/a | **206,271** | n/a |
| Series FN | **–** | n/a | **378,368** | n/a | **900** | n/a | **(104,516)** | n/a | **274,752** | n/a |
| Series L | **–** | n/a | **185,426** | n/a | **983** | n/a | **(1,428)** | n/a | **184,981** | n/a |
| Series N | **–** | n/a | **190,182** | n/a | **752** | n/a | **(10,023)** | n/a | **180,911** | n/a |
| **Dynamic U.S. Strategic Yield Fund** | | | | | | | | | | |
| Series A | **–** | n/a | **697,426** | n/a | **4,082** | n/a | **(15,857)** | n/a | **685,651** | n/a |
| Series F | **–** | n/a | **328,082** | n/a | **3,574** | n/a | **(3,505)** | n/a | **328,151** | n/a |
| Series FL | **–** | n/a | **159,704** | n/a | **1,447** | n/a | **(71)** | n/a | **161,080** | n/a |
| Series FN | **–** | n/a | **46,469** | n/a | **608** | n/a | **–** | n/a | **47,077** | n/a |
| Series L | **–** | n/a | **217,711** | n/a | **578** | n/a | **1** | n/a | **218,290** | n/a |
| Series N | **–** | n/a | **47,574** | n/a | **610** | n/a | **1** | n/a | **48,185** | n/a |
| **DYNAMIC FIXED INCOME FUNDS** | | | | | | | | | | |
| **Dynamic Advantage Bond Fund** | | | | | | | | | | |
| Series A | **99,922,044** | 119,814,681 | **3,991,841** | 8,286,737 | **1,376,344** | 1,689,995 | **(18,577,502)** | (18,781,105) | **86,712,727** | 111,010,308 |
| Series E | **1,738,929** | 1,308,146 | **654,264** | 395,517 | **29,899** | 23,261 | **(484,019)** | (342,977) | **1,939,073** | 1,383,947 |
| Series F | **33,281,524** | 36,447,219 | **10,291,816** | 9,746,198 | **463,052** | 525,466 | **(9,007,184)** | (9,036,828) | **35,029,208** | 37,682,055 |
| Series FH | **761,885** | 603,310 | **150,813** | 210,192 | **8,523** | 9,443 | **(274,263)** | (234,943) | **646,958** | 588,002 |
| Series FI* | **2,303,850** | 2,369,863 | **19,598** | 956,930 | **17,347** | 33,349 | **(2,340,795)** | (474,394) | **–** | 2,885,748 |
| Series G | **17,581,514** | 19,111,982 | **1,406,458** | 1,863,186 | **277,488** | 304,552 | **(3,724,571)** | (2,825,305) | **15,540,889** | 18,454,415 |
| Series H | **1,224,245** | 1,416,517 | **12,331** | 344,743 | **8,239** | 12,909 | **(258,582)** | (469,077) | **986,233** | 1,305,092 |
| Series I | **1,897,495** | 2,483,141 | **52,578** | 94,808 | **23,471** | 40,387 | **(359,297)** | (298,219) | **1,614,247** | 2,320,117 |
| Series O | **210,664** | 578,712 | **2,281** | 44,824 | **3,968** | 14,493 | **(128,459)** | (221,181) | **88,454** | 416,848 |
| **Dynamic Canadian Bond Fund** | | | | | | | | | | |
| Series A | **34,057,586** | 37,768,074 | **1,150,646** | 2,325,575 | **376,656** | 425,361 | **(4,453,415)** | (4,277,342) | **31,131,473** | 36,241,668 |
| Series F | **2,586,352** | 1,309,436 | **1,598,040** | 1,119,189 | **30,196** | 23,690 | **(1,201,498)** | (187,159) | **3,013,090** | 2,265,156 |
| Series FI* | **816,394** | 340,386 | **1,229** | 164,817 | **11,315** | 6,946 | **(828,938)** | (16,155) | **–** | 495,994 |
| Series G | **7,792,124** | 8,205,033 | **270,709** | 750,225 | **94,114** | 101,195 | **(1,174,642)** | (1,106,762) | **6,982,305** | 7,949,691 |
| Series I | **7,545,958** | 7,574,257 | **230,358** | 145,924 | **134,941** | 137,647 | **(371,139)** | (280,377) | **7,540,118** | 7,577,451 |
| Series O | **293,932,515** | 265,382,333 | **13,766,052** | 34,097,000 | **5,817,938** | 5,677,571 | **(64,229,105)** | (6,874,977) | **249,287,400** | 298,281,927 |
| **Dynamic Corporate Bond Strategies Fund** | | | | | | | | | | |
| Series A | **5,746,654** | 7,348,675 | **169,974** | 300,142 | **82,649** | 95,945 | **(1,189,754)** | (1,285,614) | **4,809,523** | 6,459,148 |
| Series E | **281,470** | 132,209 | **277,341** | 119,522 | **4,829** | 4,007 | **(219,622)** | (20,588) | **344,018** | 235,150 |
| Series F | **2,488,574** | 2,613,129 | **344,114** | 217,648 | **44,295** | 47,566 | **(433,059)** | (361,093) | **2,443,924** | 2,517,250 |
| Series FI* | **114,235** | 288,238 | **20** | 30,503 | **1,767** | 5,013 | **(116,022)** | (67,655) | **–** | 256,099 |
| Series H | **20,261** | 10,039 | **2,165** | 3,210 | **237** | 188 | **(28)** | – | **22,635** | 13,437 |
| Series I | **103,821** | 315,740 | **–** | – | **2,888** | 5,937 | **(3,012)** | (204,987) | **103,697** | 116,690 |
| Series O | **19,785,037** | 17,740,852 | **1,929,381** | 1,146,792 | **637,784** | 541,636 | **(1,190,830)** | (707,565) | **21,161,372** | 18,721,715 |
| **Dynamic Credit Spectrum Fund** | | | | | | | | | | |
| Series A | **7,985,037** | 12,094,119 | **117,344** | 548,950 | **145,570** | 221,375 | **(1,639,159)** | (2,776,929) | **6,608,792** | 10,087,515 |
| Series E | **311,225** | 383,324 | **16,288** | 107,879 | **4,940** | 7,901 | **(131,761)** | (143,530) | **200,692** | 355,574 |
| Series F | **1,715,929** | 3,192,143 | **512,071** | 560,679 | **27,466** | 62,074 | **(617,821)** | (1,121,095) | **1,637,645** | 2,693,801 |
| Series FH | **63,107** | 94,434 | **2,404** | 7,532 | **1,557** | 1,814 | **(1,419)** | (35,424) | **65,649** | 68,356 |
| Series FI* | **326,293** | 414,587 | **1,394** | 162,471 | **5,143** | 8,578 | **(332,830)** | (122,300) | **–** | 463,336 |
| Series H | **140,522** | 224,474 | **34** | 562 | **1,472** | 4,118 | **(120,960)** | (59,857) | **21,068** | 169,297 |
| Series I | **117,133** | 253,227 | **–** | 8,831 | **2,385** | 6,146 | **(45,825)** | (78,656) | **73,693** | 189,548 |
| Series O | **38,557,937** | 26,547,619 | **1,196,874** | 10,214,707 | **714,613** | 1,292,046 | **(2,211,474)** | (1,220,601) | **38,257,950** | 36,833,771 |
| **Dynamic High Yield Bond Fund** | | | | | | | | | | |
| Series A | **84,444,423** | 115,207,095 | **2,687,891** | 2,171,516 | **1,682,760** | 2,114,004 | **(12,448,014)** | (20,435,791) | **76,367,060** | 99,056,824 |
| Series F | **15,678,351** | 20,286,351 | **3,078,056** | 2,302,050 | **275,388** | 296,131 | **(2,427,627)** | (3,562,056) | **16,604,168** | 19,322,476 |
| Series FH | **40,224** | 39,170 | **1,871** | 5,398 | **1,446** | 1,486 | **(1)** | (6,022) | **43,540** | 40,032 |
| Series FI* | **325,567** | 214,691 | **3,487** | 101,673 | **1,709** | 2,132 | **(330,763)** | (39,139) | **–** | 279,357 |
| Series FP | **109,858** | 108,970 | **1** | 4,341 | **2,102** | 1,952 | **(37,345)** | (2,583) | **74,616** | 112,680 |
| Series G | **20,722,665** | 28,419,771 | **218,507** | 288,944 | **469,731** | 623,646 | **(3,931,378)** | (5,898,293) | **17,479,525** | 23,434,068 |
| Series H | **113,667** | 739,527 | **19,140** | 9,934 | **1,005** | 6,381 | **(25,737)** | (615,437) | **108,075** | 140,405 |
| Series I | **671,635** | 900,505 | **57,358** | 154,968 | **29,309** | 23,735 | **(5,080)** | (260,164) | **753,222** | 819,044 |
| Series O | **83,102,437** | 137,937,706 | **25,817,161** | 1,589,852 | **1,407,401** | 4,223,324 | **(30,457,144)** | (64,487,568) | **79,869,855** | 79,263,314 |
| Series P | **72,305** | 95,773 | **1,257** | 1,141 | **1,392** | 1,715 | **(3,393)** | (14,219) | **71,561** | 84,410 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **Dynamic Investment Grade Floating Rate Fund** | | | | | | | | | | |
| Series A | **6,177,957** | 10,769,167 | **184,280** | 370,917 | **34,659** | 58,799 | **(1,572,438)** | (3,018,408) | **4,824,458** | 8,180,475 |
| Series E | **1,519,949** | 5,500,538 | **253,662** | 199,042 | **7,917** | 26,362 | **(766,551)** | (2,864,684) | **1,014,977** | 2,861,258 |
| Series F | **4,665,617** | 7,429,522 | **2,277,100** | 533,426 | **30,787** | 41,154 | **(1,208,202)** | (3,225,400) | **5,765,302** | 4,778,702 |
| Series FH | **943,460** | 2,371,270 | **64,750** | 618,109 | **5,588** | 13,014 | **(559,504)** | (1,300,144) | **454,294** | 1,702,249 |
| Series FI* | **2,325,636** | 6,174,103 | **871** | 778,270 | **15,460** | 37,711 | **(2,341,967)** | (1,490,974) | **–** | 5,499,110 |
| Series H | **385,210** | 737,233 | **4,767** | 117,050 | **2,260** | 3,657 | **(54,475)** | (255,452) | **337,762** | 602,488 |
| Series I | **1,390,002** | 3,413,900 | **22,702** | 17,224 | **5,323** | 15,506 | **(272,097)** | (1,583,967) | **1,145,930** | 1,862,663 |
| Series O | **1,802,189** | 1,113,492 | **2,737,635** | 355,143 | **47,507** | 17,470 | **(81,044)** | (30,541) | **4,506,287** | 1,455,564 |
| **Dynamic Money Market Fund** | | | | | | | | | | |
| Series A | **13,501,722** | 10,896,347 | **6,745,623** | 8,967,789 | **18,488** | 4,968 | **(7,621,885)** | (7,257,944) | **12,643,948** | 12,611,160 |
| Series F | **2,781,761** | 2,742,575 | **566,158** | 671,545 | **3,163** | 2,342 | **(2,873,563)** | (404,039) | **477,519** | 3,012,423 |
| **Dynamic Short Term Bond Fund** | | | | | | | | | | |
| Series A | **6,798,888** | 7,470,079 | **412,230** | 400,832 | **50,880** | 70,543 | **(3,621,734)** | (851,851) | **3,640,264** | 7,089,603 |
| Series F | **423,715** | 566,281 | **115,179** | 132,195 | **4,025** | 3,954 | **(199,295)** | (155,245) | **343,624** | 547,185 |
| Series FH | **24,156** | 387,119 | **14,023** | 247 | **251** | 3,970 | **(17,151)** | (17,977) | **21,279** | 373,359 |
| Series FI* | **246,068** | 858,009 | **7,942** | 60,981 | **1,233** | 1,211 | **(255,243)** | (53,884) | **–** | 866,317 |
| Series H | **202,290** | 224,447 | **123,463** | 52,372 | **1,411** | 1,899 | **(177,903)** | (34,104) | **149,261** | 244,614 |
| Series I | **409,423** | 434,540 | **30,165** | 42,438 | **3,887** | 4,010 | **(57,856)** | (35,193) | **385,619** | 445,795 |
| Series O | **1,921,719** | 1,211,043 | **488,992** | 358,344 | **37,894** | 24,144 | **(82,878)** | (30,800) | **2,365,727** | 1,562,731 |
| **Dynamic Strategic Bond Fund** | | | | | | | | | | |
| Series A | **1,988,485** | 2,428,156 | **130,795** | 265,091 | **29,100** | 36,093 | **(497,357)** | (505,823) | **1,651,023** | 2,223,517 |
| Series F | **355,329** | 578,724 | **16,931** | 99,349 | **4,715** | 4,820 | **(80,103)** | (77,951) | **296,872** | 604,942 |
| Series H | **34,931** | 31,666 | **56,972** | – | **574** | 455 | **(476)** | (4,210) | **92,001** | 27,911 |
| Series I | **206,716** | 5,933 | **–** | – | **3,776** | 160 | **(209,928)** | (40) | **564** | 6,053 |
| Series IP | **9,262** | 8,920 | **–** | – | **256** | 239 | **(75)** | (72) | **9,443** | 9,087 |
| Series O | **12,615,731** | 11,142,038 | **890,650** | 840,866 | **359,285** | 311,079 | **(795,817)** | (438,923) | **13,069,849** | 11,855,060 |
| **Dynamic Power Funds** | | | | | | | | | | |
| **Dynamic Power American Currency Neutral Fund** | | | | | | | | | | |
| Series A | **4,961,507** | 4,481,303 | **209,360** | 323,817 | **–** | – | **(829,614)** | (526,035) | **4,341,253** | 4,279,085 |
| Series F | **1,816,314** | 636,210 | **905,144** | 351,136 | **(31)** | – | **(1,031,722)** | (72,753) | **1,689,705** | 914,593 |
| Series FI* | **429,055** | 59,932 | **41** | 68,989 | **(7)** | – | **(429,089)** | (39,492) | **–** | 89,429 |
| Series I | **276,523** | 154,889 | **11,440** | 19,514 | **–** | – | **(90,079)** | (3,656) | **197,884** | 170,747 |
| Series U | **–** | n/a | **67,011** | n/a | **–** | n/a | **(2,044)** | n/a | **64,967** | n/a |
| **Dynamic Power American Growth Fund** | | | | | | | | | | |
| Series A | **46,095,136** | 40,580,110 | **2,254,297** | 4,910,617 | **34** | 8,648,190 | **(6,687,903)** | (3,462,826) | **41,661,564** | 50,676,091 |
| Series F | **15,674,767** | 10,685,173 | **3,211,271** | 2,831,210 | **(42)** | 2,161,785 | **(3,640,457)** | (1,481,738) | **15,245,539** | 14,196,430 |
| Series I | **78,214** | 63,594 | **–** | – | **–** | 15,579 | **(503)** | (429) | **77,711** | 78,744 |
| Series IP | **981,012** | 847,757 | **59,591** | 105,817 | **–** | 211,596 | **(358,280)** | (72,299) | **682,323** | 1,092,871 |
| Series O | **9,214,109** | 8,010,657 | **140,643** | 196,570 | **–** | 1,956,663 | **(595,288)** | (768,608) | **8,759,464** | 9,395,282 |
| Series OP | **427** | 343 | **–** | – | **–** | 84 | **–** | – | **427** | 427 |
| Series T | **3,326,376** | 2,941,778 | **297,645** | 591,051 | **70,792** | 234,842 | **(480,047)** | (278,972) | **3,214,766** | 3,488,699 |
| Series U | **–** | n/a | **65,239** | n/a | **–** | n/a | **(1,999)** | n/a | **63,240** | n/a |
| **Dynamic Power Balanced Fund** | | | | | | | | | | |
| Series A | **38,024,723** | 45,515,218 | **501,172** | 835,048 | **358,371** | 437,660 | **(4,611,403)** | (4,430,383) | **34,272,863** | 42,357,543 |
| Series E | **25,835** | 25,675 | **–** | – | **184** | 160 | **(16,162)** | – | **9,857** | 25,835 |
| Series F | **1,394,818** | 1,221,045 | **280,620** | 225,774 | **21,888** | 21,267 | **(252,087)** | (179,985) | **1,445,239** | 1,288,101 |
| Series FT | **51,639** | 59,148 | **17,487** | 6,266 | **1,049** | 991 | **(9,705)** | (13,725) | **60,470** | 52,680 |
| Series G | **12,150,189** | 13,216,389 | **206,948** | 523,230 | **128,555** | 144,068 | **(1,310,509)** | (1,019,534) | **11,175,183** | 12,864,153 |
| Series I | **558,786** | 376,778 | **5,066** | 145,272 | **13,884** | 9,196 | **(52,728)** | (8,020) | **525,008** | 523,226 |
| Series IP | **22,149** | 21,866 | **–** | – | **595** | 602 | **(12,177)** | (159) | **10,567** | 22,309 |
| Series O | **46,536,729** | 53,436,549 | **18,053** | 25,980 | **1,247,520** | 1,484,602 | **(4,208,133)** | (4,146,371) | **43,594,169** | 50,800,760 |
| Series OP | **1,064,895** | 1,196,908 | **–** | 59,649 | **19,508** | 28,517 | **(168,567)** | (110,273) | **915,836** | 1,174,801 |
| Series T | **2,807,731** | 3,125,807 | **6,761** | 78,165 | **19,988** | 23,050 | **(434,781)** | (198,707) | **2,399,699** | 3,028,315 |
| **Dynamic Power Canadian Growth Fund** | | | | | | | | | | |
| Series A | **14,144,765** | 16,640,535 | **137,961** | 542,231 | **–** | – | **(1,679,156)** | (1,444,298) | **12,603,570** | 15,738,468 |
| Series F | **1,781,587** | 1,557,672 | **281,270** | 489,254 | **(1)** | – | **(380,394)** | (242,812) | **1,682,462** | 1,804,114 |
| Series FI | **234,621** | 181,037 | **52,226** | 97,828 | **(12)** | – | **(29,734)** | (29,264) | **257,101** | 249,601 |
| Series G | **4,380,575** | 4,904,073 | **84,653** | 122,499 | **–** | – | **(419,074)** | (359,292) | **4,046,154** | 4,667,280 |
| Series I | **137,561** | 163,664 | **23,631** | 45,263 | **–** | – | **(45,593)** | (21,495) | **115,599** | 187,432 |
| Series IP | **2,731** | 224 | **–** | 2,522 | **–** | – | **(2,677)** | (4) | **54** | 2,742 |
| Series O | **27,782,294** | 29,341,305 | **282,729** | 358,661 | **(77)** | – | **(1,863,608)** | (1,135,900) | **26,201,338** | 28,564,066 |
| Series OP | **518** | 518 | **–** | – | **–** | – | **–** | – | **518** | 518 |
| Series T | **3,639,449** | 4,063,228 | **46,650** | 65,871 | **62,179** | 58,448 | **(176,942)** | (372,746) | **3,571,336** | 3,814,801 |
| **Dynamic Power Global Growth Fund** | | | | | | | | | | |
| Series O | **10,803,728** | 8,443,245 | **704,432** | 1,437,598 | **80,075** | 1,369,858 | **(1,481,583)** | (284,853) | **10,106,652** | 10,965,848 |
| **Dynamic Power Small Cap Fund** | | | | | | | | | | |
| Series A | **3,290,035** | 3,877,227 | **27,297** | 30,081 | **50,584** | – | **(366,003)** | (303,837) | **3,001,913** | 3,603,471 |
| Series F | **268,699** | 313,511 | **50,112** | 24,201 | **6,904** | 2,402 | **(37,254)** | (61,193) | **288,461** | 278,921 |
| Series FI* | **17,247** | 21,116 | **–** | 28,449 | **–** | 237 | **(17,247)** | (5,084) | **–** | 44,718 |
| Series G | **932,281** | 1,050,099 | **37,824** | 22,116 | **15,903** | – | **(84,150)** | (74,001) | **901,858** | 998,214 |
| Series I | **11,170** | 11,918 | **13,606** | – | **510** | 238 | **(160)** | (132) | **25,126** | 12,024 |
| Series O | **13,263,213** | 13,465,954 | **250,396** | 475,792 | **500,609** | 299,198 | **(1,012,335)** | (705,662) | **13,001,883** | 13,535,282 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **DYNAMIC SPECIALTY FUNDS** | | | | | | | | | | |
| **Dynamic Alternative Yield Fund** | | | | | | | | | | |
| Series A | **79,539,922** | 76,035,414 | **2,926,551** | 16,025,393 | **1,701,612** | 2,134,731 | **(15,136,370)** | (8,043,265) | **69,031,715** | 86,152,273 |
| Series E | **3,106,733** | 2,726,794 | **690,988** | 1,433,939 | **70,281** | 78,366 | **(994,863)** | (742,521) | **2,873,139** | 3,496,578 |
| Series F | **20,843,163** | 13,559,361 | **4,608,274** | 6,579,367 | **408,898** | 348,493 | **(5,611,051)** | (2,163,498) | **20,249,284** | 18,323,723 |
| Series FH | **428,782** | 305,456 | **106,149** | 210,001 | **3,845** | 6,805 | **(169,585)** | (26,118) | **369,191** | 496,144 |
| Series FI | **4,791,608** | 3,822,361 | **1,801,624** | 1,979,758 | **94,627** | 86,991 | **(1,293,585)** | (1,420,351) | **5,394,274** | 4,468,759 |
| Series H | **1,310,983** | 1,262,111 | **34,019** | 172,691 | **22,532** | 33,805 | **(206,890)** | (107,586) | **1,160,644** | 1,361,021 |
| Series I | **1,520,036** | 996,511 | **118,297** | 496,201 | **32,282** | 30,861 | **(230,776)** | (174,212) | **1,439,839** | 1,349,361 |
| Series IP | **3,199,431** | 2,463,827 | **87,335** | 468,935 | **109,444** | 96,171 | **(206,098)** | (138,039) | **3,190,112** | 2,890,894 |
| Series O | **36,402,313** | 34,436,725 | **834,007** | 7,681,770 | **1,317,156** | 1,765,151 | **(7,593,772)** | (1,515,205) | **30,959,704** | 42,368,441 |
| **Dynamic Diversified Real Asset Fund** | | | | | | | | | | |
| Series A | **7,137,359** | 8,082,473 | **1,229,466** | 102,138 | **–** | (14) | **(1,598,063)** | (1,456,896) | **6,768,762** | 6,727,701 |
| Series F | **706,091** | 674,382 | **566,460** | 115,157 | **–** | – | **(234,101)** | (196,807) | **1,038,450** | 592,732 |
| Series G | **2,210,092** | 2,434,187 | **267,608** | 64,971 | **–** | – | **(212,015)** | (280,027) | **2,265,685** | 2,219,131 |
| Series I | **104,187** | 102,453 | **61,920** | – | **–** | – | **(67,264)** | (9,851) | **98,843** | 92,602 |
| Series O | **457** | 457 | **–** | – | **–** | – | **–** | – | **457** | 457 |
| Series T | **114,430** | 157,645 | **96,219** | – | **2,756** | 2,739 | **(76,213)** | (49,251) | **137,192** | 111,133 |
| **Dynamic Dollar-Cost Averaging Fund** | | | | | | | | | | |
| Series A | **7,510,114** | 4,630,505 | **4,063,368** | 6,495,564 | **–** | – | **(7,510,873)** | (5,380,017) | **4,062,609** | 5,746,052 |
| Series F | **2,431,540** | 646,968 | **1,805,962** | 1,374,367 | **2,159** | 225 | **(2,781,447)** | (974,365) | **1,458,214** | 1,047,195 |
| **Dynamic Energy Income Fund** | | | | | | | | | | |
| Series A | **57,539,927** | 56,911,211 | **3,216,830** | 4,124,289 | **847,249** | 1,583,517 | **(4,715,770)** | (6,113,422) | **56,888,236** | 56,505,595 |
| Series F | **22,303,438** | 20,473,696 | **1,268,839** | 1,187,588 | **99,046** | 178,465 | **(16,339,443)** | (1,033,722) | **7,331,880** | 20,806,027 |
| Series FI | **276,180** | 121,108 | **8,907,322** | 50,436 | **12,168** | 4,550 | **(129,519)** | (32,086) | **9,066,151** | 144,008 |
| Series FT | **515** | n/a | **5,695** | n/a | **25** | n/a | **(217)** | n/a | **6,018** | n/a |
| Series G | **9,035,173** | 7,375,526 | **540,032** | 880,307 | **181,022** | 347,805 | **(862,726)** | (815,816) | **8,893,501** | 7,787,822 |
| Series I | **310,621** | 188,244 | **120,233** | 68,175 | **9,750** | 13,557 | **(14,129)** | (38,123) | **426,475** | 231,853 |
| Series IP | **107,726** | 83,084 | **15,007** | 22,358 | **1,949** | 6,153 | **(28,759)** | (745) | **95,923** | 110,850 |
| Series O | **179,915** | 7,909,307 | **–** | 1,795,110 | **5,895** | 116,499 | **(24,704)** | (9,590,391) | **161,106** | 230,525 |
| Series T | **1,281,988** | 1,273,834 | **330,616** | 87,420 | **7,260** | 7,523 | **(87,219)** | (321,936) | **1,532,645** | 1,046,841 |
| **Dynamic Financial Services Fund** | | | | | | | | | | |
| Series A | **3,284,067** | 3,757,663 | **449,609** | 124,455 | **88,359** | 54,304 | **(355,152)** | (503,874) | **3,466,883** | 3,432,548 |
| Series F | **505,051** | 518,813 | **193,436** | 45,610 | **12,752** | 7,038 | **(57,945)** | (225,563) | **653,294** | 345,898 |
| Series G | **632,796** | 659,421 | **97,188** | 88,019 | **17,868** | 11,394 | **(44,193)** | (58,062) | **703,659** | 700,772 |
| Series I | **156,194** | 167,573 | **20,419** | 5,038 | **6,150** | 5,027 | **(25,049)** | (6,910) | **157,714** | 170,728 |
| Series O | **594** | 559 | **–** | – | **22** | 17 | **–** | – | **616** | 576 |
| Series T | **549,058** | 530,295 | **148,097** | 38,919 | **8,821** | 9,348 | **(23,612)** | (62,758) | **682,364** | 515,804 |
| **Dynamic Global All-Terrain Fund** | | | | | | | | | | |
| Series A | **5,185,664** | – | **1,319,548** | 1,323,680 | **9,195** | 1,890 | **(1,087,864)** | (23,437) | **5,426,543** | 1,302,133 |
| Series F | **2,876,566** | – | **1,262,210** | 1,196,942 | **30,832** | 1,448 | **(1,272,324)** | (5,651) | **2,897,284** | 1,192,739 |
| Series I | **228,822** | – | **16,158** | 10,000 | **3,229** | 65 | **(34,528)** | (17) | **213,681** | 10,048 |
| Series O | **532** | n/a | **–** | n/a | **41** | n/a | **–** | n/a | **573** | n/a |
| **Dynamic Global Infrastructure Fund** | | | | | | | | | | |
| Series A | **23,841,087** | 25,386,640 | **4,448,364** | 1,230,160 | **718,714** | 112,170 | **(3,090,211)** | (4,040,794) | **25,917,954** | 22,688,176 |
| Series E | **555,631** | 660,669 | **351,105** | 47,043 | **16,838** | 3,405 | **(190,321)** | (133,467) | **733,253** | 577,650 |
| Series F | **4,969,135** | 3,730,361 | **3,359,430** | 586,826 | **177,509** | 31,620 | **(581,838)** | (667,617) | **7,924,236** | 3,681,190 |
| Series FI* | **1,307,209** | 890,906 | **10,014** | 207,821 | **6,071** | 10,522 | **(1,323,294)** | (58,546) | **–** | 1,050,703 |
| Series I | **620,868** | 634,333 | **293,754** | 54,618 | **21,128** | 9,519 | **(132,245)** | (159,240) | **803,505** | 539,230 |
| Series O | **5,217,168** | 4,638,781 | **11,763,723** | 227,840 | **291,530** | 41,220 | **(381,449)** | (667,179) | **16,890,972** | 4,240,662 |
| Series T | **2,647,868** | 2,704,837 | **713,070** | 148,677 | **35,861** | 33,167 | **(217,498)** | (368,916) | **3,179,301** | 2,517,765 |
| **Dynamic Global Real Estate Fund** | | | | | | | | | | |
| Series A | **3,733,514** | 4,031,142 | **499,835** | 143,816 | **46,437** | 47,781 | **(375,983)** | (440,389) | **3,903,803** | 3,782,350 |
| Series E | **106,888** | 61,266 | **101,879** | 20,677 | **2,495** | 738 | **(14,558)** | (6,355) | **196,704** | 76,326 |
| Series F | **2,938,383** | 1,748,593 | **1,385,527** | 443,008 | **36,289** | 25,151 | **(936,766)** | (98,249) | **3,423,433** | 2,118,503 |
| Series I | **874,155** | 435,165 | **55,260** | 367,122 | **10,803** | 10,543 | **(415,549)** | (6,359) | **524,669** | 806,471 |
| Series IP | **44,436** | 38,952 | **–** | – | **447** | 314 | **(3,211)** | (321) | **41,672** | 38,945 |
| Series O | **3,975,495** | 4,393,141 | **101,250** | 63,521 | **119,560** | 42,068 | **(2,360,892)** | (916,338) | **1,835,413** | 3,582,392 |
| Series T | **985,168** | 1,120,487 | **184,488** | 51,391 | **12,569** | 15,816 | **(63,017)** | (136,384) | **1,119,208** | 1,051,310 |
| **Dynamic Precious Metals Fund** | | | | | | | | | | |
| Series A | **37,051,057** | 36,943,243 | **3,772,320** | 1,920,933 | **62** | 126 | **(6,537,568)** | (3,932,677) | **34,285,871** | 34,931,625 |
| Series F | **3,340,878** | 1,709,175 | **1,652,704** | 314,722 | **(172)** | – | **(1,435,596)** | (315,822) | **3,557,814** | 1,708,075 |
| Series G | **10,842,234** | 11,447,198 | **921,080** | 714,736 | **–** | – | **(1,722,319)** | (960,452) | **10,040,995** | 11,201,482 |
| Series I | **657,334** | 655,539 | **155,783** | 89,519 | **–** | – | **(169,669)** | (59,776) | **643,448** | 685,282 |
| Series O | **1,004,397** | 2,297,675 | **134,864** | – | **–** | – | **–** | (396,783) | **1,139,261** | 1,900,892 |
| **Dynamic Premium Yield Fund** | | | | | | | | | | |
| Series A | **51,312,554** | 28,010,142 | **2,755,219** | 23,633,934 | **939,366** | 951,498 | **(12,763,068)** | (4,012,727) | **42,244,071** | 48,582,847 |
| Series E | **4,540,414** | 2,635,327 | **490,723** | 3,970,597 | **73,688** | 95,689 | **(1,584,700)** | (1,330,570) | **3,520,125** | 5,371,043 |
| Series F | **27,939,612** | 13,700,008 | **3,607,992** | 15,379,164 | **489,293** | 427,007 | **(10,008,059)** | (2,992,775) | **22,028,838** | 26,513,404 |
| Series FH | **1,945,829** | 597,412 | **205,382** | 1,326,027 | **30,146** | 31,065 | **(684,254)** | (69,581) | **1,497,103** | 1,884,923 |
| Series FI | **12,694,351** | 5,096,818 | **1,481,941** | 6,541,766 | **236,733** | 219,783 | **(5,502,723)** | (1,071,336) | **8,910,302** | 10,787,031 |
| Series H | **1,716,148** | 1,050,462 | **59,695** | 728,775 | **23,476** | 30,884 | **(547,934)** | (182,605) | **1,251,385** | 1,627,516 |
| Series I | **4,058,474** | 2,767,827 | **312,633** | 1,806,592 | **86,262** | 112,682 | **(1,158,765)** | (793,158) | **3,298,604** | 3,893,943 |
| Series IP | **1,343,867** | 1,142,362 | **10,724** | 163,319 | **21,415** | 24,793 | **(242,858)** | (44,493) | **1,133,148** | 1,285,981 |
| Series O | **49,877,869** | 4,099,832 | **3,672,687** | 33,451,115 | **833,384** | 1,131,802 | **(17,208,466)** | (1,284,754) | **37,175,474** | 37,397,995 |
| Series U | **–** | n/a | **1,482,850** | n/a | **8** | n/a | **(10,229)** | n/a | **1,472,629** | n/a |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **Dynamic Resource Fund** | | | | | | | | | | |
| Series A | **6,179,814** | 7,363,412 | **270,166** | 172,155 | **–** | – | **(828,334)** | (1,026,674) | **5,621,646** | 6,508,893 |
| Series E | **42,214** | 3,707 | **68,246** | 7,212 | **–** | – | **(85,425)** | (2,103) | **25,035** | 8,816 |
| Series F | **1,381,438** | 720,835 | **535,555** | 90,147 | **–** | – | **(1,040,773)** | (148,683) | **876,220** | 662,299 |
| Series FI | **44,401** | 48,772 | **80,705** | 11,708 | **–** | – | **(14,074)** | (15,009) | **111,032** | 45,471 |
| Series G | **2,095,413** | 2,628,736 | **109,622** | 70,022 | **–** | – | **(211,695)** | (484,494) | **1,993,340** | 2,214,264 |
| Series I | **35,751** | 55,418 | **10,551** | 2,300 | **–** | – | **(25,917)** | (36,448) | **20,385** | 21,270 |
| Series IP | **746** | 746 | **–** | – | **–** | – | **–** | – | **746** | 746 |
| Series O | **1,798,682** | 2,253,122 | **–** | – | **–** | – | **(6,433)** | (415,979) | **1,792,249** | 1,837,143 |
| Series OP | **543** | 543 | **–** | – | **–** | – | **–** | – | **543** | 543 |
| **Dynamic Strategic Portfolios** | | | | | | | | | | |
| **Dynamic Strategic Growth Portfolio** | | | | | | | | | | |
| Series A | **5,813,193** | 6,035,469 | **77,837** | 141,074 | **5** | 485,389 | **(492,295)** | (375,234) | **5,398,740** | 6,286,698 |
| Series F | **123,213** | 500 | **95,630** | 36,948 | **–** | 377 | **(12,210)** | (73) | **206,633** | 37,752 |
| Series G | **1,192,807** | 1,250,623 | **62,635** | 62,471 | **–** | 107,293 | **(112,630)** | (130,982) | **1,142,812** | 1,289,405 |
| Series I | **265,055** | – | **39,419** | 133,366 | **–** | 1,064 | **(4,898)** | (206) | **299,576** | 134,224 |
| **Dynamic Strategic Income Portfolio** | | | | | | | | | | |
| Series A | **18,402,692** | 21,616,264 | **1,292,523** | 692,200 | **318,188** | 376,015 | **(3,181,261)** | (3,101,527) | **16,832,142** | 19,582,952 |
| Series E | **1,000,707** | 673,264 | **883,806** | 209,975 | **32,604** | 15,483 | **(117,996)** | (74,030) | **1,799,121** | 824,692 |
| Series F | **544,929** | 512,240 | **326,382** | 304,044 | **8,894** | 5,332 | **(80,729)** | (60,239) | **799,476** | 761,377 |
| Series I | **127,661** | 92,305 | **16,859** | – | **4,491** | 2,898 | **(15,575)** | (12,328) | **133,436** | 82,875 |
| **Dynamic Value Funds** | | | | | | | | | | |
| **Dynamic American Value Fund** | | | | | | | | | | |
| Series A | **19,219,551** | 20,210,114 | **608,026** | 684,860 | **–** | 3,378,967 | **(2,842,292)** | (2,292,138) | **16,985,285** | 21,981,803 |
| Series F | **7,073,814** | 5,877,081 | **1,636,420** | 944,408 | **(43)** | 834,019 | **(868,869)** | (602,466) | **7,841,322** | 7,053,042 |
| Series FH | **38,859** | 36,065 | **10,489** | 9,768 | **–** | 5,259 | **(1,031)** | (34) | **48,317** | 51,058 |
| Series FI* | **79,665** | 52,868 | **3,250** | 15,253 | **(2)** | 8,531 | **(82,913)** | (4,803) | **–** | 71,849 |
| Series G | **3,153,820** | 3,072,904 | **70,864** | 179,652 | **–** | 543,876 | **(418,089)** | (328,832) | **2,806,595** | 3,467,600 |
| Series H | **78,459** | 78,397 | **463** | 4,784 | **–** | 11,391 | **(20,222)** | (6,748) | **58,700** | 87,824 |
| Series I | **664,233** | 499,429 | **78,999** | 57,972 | **–** | 114,544 | **(451,008)** | (39,936) | **292,224** | 632,009 |
| Series O | **4,274,470** | 2,504,253 | **333,417** | 860,550 | **–** | 488,079 | **(283,738)** | (90,042) | **4,324,149** | 3,762,840 |
| Series T | **1,040,379** | 1,100,672 | **24,016** | 59,226 | **24,415** | 67,472 | **(124,996)** | (74,631) | **963,814** | 1,152,739 |
| **Dynamic Canadian Dividend Fund** | | | | | | | | | | |
| Series A | **18,155,497** | 21,016,935 | **657,337** | 290,154 | **343,390** | 410,697 | **(1,638,104)** | (2,411,699) | **17,518,120** | 19,306,087 |
| Series F | **701,743** | 472,484 | **262,188** | 190,183 | **13,379** | 9,703 | **(53,926)** | (66,170) | **923,384** | 606,200 |
| Series G | **4,329,306** | 4,824,742 | **199,136** | 181,013 | **86,431** | 101,700 | **(478,272)** | (541,788) | **4,136,601** | 4,565,667 |
| Series I | **847,821** | 810,135 | **122,020** | 61,604 | **24,038** | 23,489 | **(69,851)** | (31,472) | **924,028** | 863,756 |
| Series O | **4,714,357** | 5,182,620 | **171,882** | 39,374 | **155,757** | 167,433 | **(191,715)** | (589,831) | **4,850,281** | 4,799,596 |
| **Dynamic Dividend Advantage Fund** | | | | | | | | | | |
| Series A | **36,579,889** | 44,310,262 | **2,608,216** | 1,435,544 | **915,079** | 1,447,729 | **(4,239,683)** | (7,917,803) | **35,863,501** | 39,275,732 |
| Series E | **13,695** | 44,318 | **10,145** | – | **621** | 778 | **–** | (31,771) | **24,461** | 13,325 |
| Series F | **7,497,886** | 8,184,397 | **1,294,887** | 1,144,734 | **149,685** | 215,257 | **(1,296,369)** | (2,837,255) | **7,646,089** | 6,707,133 |
| Series FI* | **12,820** | 23,242 | **–** | – | **328** | 914 | **(13,148)** | (1,771) | **–** | 22,385 |
| Series FT | **331,664** | 225,023 | **173,391** | 95,849 | **5,553** | 2,417 | **(39,851)** | (45,916) | **470,757** | 277,373 |
| Series I | **35,535** | 18,994 | **–** | 14,200 | **1,263** | 1,205 | **(262)** | (214) | **36,536** | 34,185 |
| Series IT | **827,515** | 421,750 | **18,920** | 428,715 | **23,872** | 25,961 | **(32,898)** | (77,368) | **837,409** | 799,058 |
| Series O | **34,781,613** | 34,258,706 | **16,048,897** | 2,852,797 | **1,444,883** | 1,381,009 | **(5,976,478)** | (5,791,483) | **46,298,915** | 32,701,029 |
| Series T | **9,649,963** | 12,599,288 | **453,816** | 305,680 | **142,483** | 198,666 | **(1,024,130)** | (2,782,860) | **9,222,132** | 10,320,774 |
| **Dynamic Emerging Markets Fund** | | | | | | | | | | |
| Series A | **38,670** | 27,400 | **26,852** | 11,038 | **–** | – | **(9,318)** | (5,023) | **56,204** | 33,415 |
| Series C | **1,026,428** | 1,474,988 | **–** | – | **–** | – | **(149,042)** | (324,112) | **877,386** | 1,150,876 |
| Series FC | **16,031** | 2,716 | **–** | 11,844 | **–** | – | **(13,337)** | – | **2,694** | 14,560 |
| **Dynamic European Value Fund** | | | | | | | | | | |
| Series A | **2,631,954** | 3,137,510 | **42,743** | 256,996 | **9,957** | – | **(503,186)** | (424,145) | **2,181,468** | 2,970,361 |
| Series F | **1,025,079** | 1,585,153 | **132,817** | 822,762 | **13,346** | – | **(361,406)** | (367,377) | **809,836** | 2,040,538 |
| Series I | **118,205** | 549,039 | **4,471** | 126,707 | **2,985** | – | **(19,987)** | (556,267) | **105,674** | 119,479 |
| Series O | **1,118,422** | 1,325,460 | **10,580** | 16,158 | **29,025** | – | **(107,891)** | (112,432) | **1,050,136** | 1,229,186 |
| **Dynamic Far East Value Fund** | | | | | | | | | | |
| Series A | **2,418,183** | 2,916,735 | **45,384** | 64,202 | **–** | 118,209 | **(349,679)** | (343,991) | **2,113,888** | 2,755,155 |
| Series F | **553,759** | 626,685 | **208,431** | 142,823 | **3,258** | 25,010 | **(213,943)** | (200,691) | **551,505** | 593,827 |
| Series I | **97,817** | 123,704 | **7,631** | 4,389 | **1,437** | 6,925 | **(43,750)** | (43,404) | **63,135** | 91,614 |
| Series IP | **57,096** | 68,048 | **2,483** | 18,068 | **43** | 4,229 | **(57,844)** | (20,559) | **1,778** | 69,786 |
| Series O | **5,156,605** | 5,844,893 | **162,802** | 283,352 | **89,049** | 377,351 | **(576,002)** | (722,757) | **4,832,454** | 5,782,839 |
| Series OP | **534** | 501 | **–** | – | **9** | 33 | **–** | – | **543** | 534 |
| **Dynamic Global Asset Allocation Fund** | | | | | | | | | | |
| Series A | **21,837,220** | 12,935,630 | **1,845,542** | 5,141,317 | **–** | 1,003,527 | **(2,734,462)** | (1,152,650) | **20,948,300** | 17,927,824 |
| Series E | **655,456** | 213,011 | **275,777** | 376,452 | **(5)** | 13,790 | **(294,177)** | (92,228) | **637,051** | 511,025 |
| Series F | **2,884,596** | 1,139,711 | **741,566** | 700,977 | **(16)** | 84,329 | **(494,632)** | (173,921) | **3,131,514** | 1,751,096 |
| Series FT | **95,410** | 14,786 | **53,365** | 17,888 | **668** | 565 | **(12,326)** | (2,419) | **137,117** | 30,820 |
| Series I | **830,543** | 501,953 | **210,951** | 91,591 | **–** | 48,250 | **(83,210)** | (12,409) | **958,284** | 629,385 |
| Series O | **8,483,862** | 4,271,550 | **383,898** | 2,587,425 | **–** | 442,941 | **(909,777)** | (116,457) | **7,957,983** | 7,185,459 |
| Series T | **918,356** | 526,877 | **30,498** | 340,415 | **7,854** | 7,770 | **(158,168)** | (109,488) | **798,540** | 765,574 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **Dynamic Global Discovery Fund** | | | | | | | | | | |
| Series A | **10,059,455** | 11,432,027 | **258,785** | 487,662 | **–** | – | **(917,049)** | (1,125,985) | **9,401,191** | 10,793,704 |
| Series F | **1,690,565** | 1,522,013 | **369,982** | 218,247 | **(8)** | – | **(147,546)** | (163,198) | **1,912,993** | 1,577,062 |
| Series FI* | **133,444** | 42,573 | **650** | 85,243 | **(4)** | – | **(134,090)** | (8,000) | **–** | 119,816 |
| Series G | **2,818,913** | 2,837,955 | **147,496** | 216,400 | **–** | – | **(208,373)** | (239,117) | **2,758,036** | 2,815,238 |
| Series I | **303,247** | 257,331 | **43,073** | 67,211 | **–** | – | **(31,752)** | (11,777) | **314,568** | 312,765 |
| Series O | **1,840,345** | 1,250,684 | **133,720** | 330,701 | **–** | – | **(63,784)** | (107,869) | **1,910,281** | 1,473,516 |
| Series T | **614,612** | 673,469 | **2,801** | 28,896 | **5,226** | 3,967 | **(39,175)** | (62,452) | **583,464** | 643,880 |
| **Dynamic Global Dividend Fund** | | | | | | | | | | |
| Series A | **23,954,631** | 22,333,859 | **1,068,169** | 1,895,447 | **(347)** | 2,783,847 | **(2,835,477)** | (2,141,760) | **22,186,976** | 24,871,393 |
| Series E | **278,719** | 147,003 | **173,520** | 63,726 | **(4)** | 17,231 | **(62,378)** | (14,522) | **389,857** | 213,438 |
| Series F | **3,568,282** | 2,327,334 | **1,070,718** | 1,498,281 | **(13)** | 249,024 | **(386,076)** | (269,974) | **4,252,911** | 3,804,665 |
| Series FI* | **329,579** | 115,917 | **1,663** | 128,186 | **(12)** | 14,005 | **(331,230)** | (20,412) | **–** | 237,696 |
| Series FT | **155,851** | 72,154 | **136,216** | 21,077 | **2,282** | 1,152 | **(54,790)** | (3,489) | **239,559** | 90,894 |
| Series G | **5,297,010** | 4,301,095 | **321,149** | 756,874 | **313** | 553,021 | **(472,720)** | (310,937) | **5,145,752** | 5,300,053 |
| Series I | **1,034,252** | 651,598 | **178,977** | 236,739 | **–** | 92,470 | **(167,486)** | (20,282) | **1,045,743** | 960,525 |
| Series IT | **150,129** | 111,079 | **38,881** | – | **2,757** | 8,621 | **(5,959)** | (8,409) | **185,808** | 111,291 |
| Series O | **19,759,909** | 16,360,952 | **534,823** | 1,709,329 | **–** | 2,573,480 | **(1,317,764)** | (1,251,491) | **18,976,968** | 19,392,270 |
| Series T | **6,619,252** | 5,742,479 | **768,697** | 378,823 | **82,339** | 154,390 | **(750,656)** | (370,764) | **6,719,632** | 5,904,928 |
| **Dynamic Global Value Fund** | | | | | | | | | | |
| Series A | **7,400,232** | 9,586,595 | **101,182** | 150,686 | **5,559** | (12) | **(967,924)** | (1,095,899) | **6,539,049** | 8,641,370 |
| Series F | **1,692,954** | 2,130,303 | **333,228** | 279,656 | **19,602** | 20,077 | **(350,321)** | (524,572) | **1,695,463** | 1,905,464 |
| Series FI* | **68,541** | 45,818 | **3,537** | 26,584 | **–** | 408 | **(72,078)** | (65) | **–** | 72,745 |
| Series G | **1,982,705** | 2,183,925 | **36,192** | 74,482 | **4,365** | 2,198 | **(225,038)** | (152,209) | **1,798,224** | 2,108,396 |
| Series I | **846,827** | 853,556 | **107,890** | 131,913 | **17,052** | 15,160 | **(171,887)** | (23,780) | **799,882** | 976,849 |
| Series IT | **1,078** | 990 | **–** | – | **47** | 40 | **–** | – | **1,125** | 1,030 |
| Series O | **23,679,028** | 30,253,545 | **565,966** | 1,043,779 | **557,580** | 656,182 | **(2,430,515)** | (1,453,379) | **22,372,059** | 30,500,127 |
| Series T | **2,964,193** | 3,086,404 | **148,835** | 225,477 | **22,678** | 25,704 | **(227,440)** | (174,593) | **2,908,266** | 3,162,992 |
| **Dynamic U.S. Dividend Advantage Fund** | | | | | | | | | | |
| Series A | **48,650,034** | 45,911,542 | **3,781,402** | 7,008,554 | **2,131,594** | 5,388,367 | **(7,851,344)** | (4,584,870) | **46,711,686** | 53,723,593 |
| Series E | **1,333,276** | 990,171 | **483,739** | 784,246 | **65,950** | 112,681 | **(271,670)** | (292,711) | **1,611,295** | 1,594,387 |
| Series F | **9,311,230** | 9,358,033 | **3,281,107** | 1,831,304 | **343,104** | 779,406 | **(2,487,477)** | (2,019,541) | **10,447,964** | 9,949,202 |
| Series FH | **1,654,717** | 1,111,032 | **572,861** | 502,543 | **69,841** | 130,020 | **(938,814)** | (155,070) | **1,358,605** | 1,588,525 |
| Series FI* | **1,488,961** | 1,137,510 | **12,700** | 552,029 | **15,209** | 85,225 | **(1,516,870)** | (187,194) | **–** | 1,587,570 |
| Series H | **1,810,419** | 1,874,762 | **142,472** | 211,225 | **77,940** | 191,598 | **(600,617)** | (321,694) | **1,430,214** | 1,955,891 |
| Series I | **1,099,930** | 1,179,820 | **185,867** | 90,142 | **55,715** | 138,841 | **(273,038)** | (65,848) | **1,068,474** | 1,342,955 |
| Series O | **6,721,025** | 5,670,905 | **181,381** | 215,560 | **601,610** | 1,069,494 | **(514,970)** | (212,474) | **6,989,046** | 6,743,485 |
| Series T | **3,489,376** | 2,674,616 | **252,046** | 1,134,576 | **37,017** | 79,925 | **(763,150)** | (289,756) | **3,015,289** | 3,599,361 |
| **Dynamic U.S. Monthly Income Fund** | | | | | | | | | | |
| Series A | **14,135,765** | 11,820,090 | **1,560,711** | 3,221,648 | **415,327** | 586,110 | **(2,063,036)** | (1,381,390) | **14,048,767** | 14,246,458 |
| Series E | **403,637** | 361,331 | **120,966** | 117,136 | **12,596** | 18,148 | **(111,062)** | (77,431) | **426,137** | 419,184 |
| Series F | **1,552,882** | 1,242,818 | **1,704,086** | 447,882 | **45,563** | 50,251 | **(337,594)** | (221,744) | **2,964,937** | 1,519,207 |
| Series FH | **95,874** | 42,261 | **68,489** | 10,697 | **2,432** | 1,337 | **(5,631)** | (134) | **161,164** | 54,161 |
| Series FI* | **923,551** | 461,789 | **25,460** | 304,595 | **11,475** | 23,424 | **(960,486)** | (22,936) | **–** | 766,872 |
| Series H | **321,637** | 171,487 | **96,528** | 105,908 | **9,538** | 7,828 | **(52,594)** | (7,241) | **375,109** | 277,982 |
| Series I | **319,616** | 272,842 | **47,605** | 53,668 | **8,206** | 14,010 | **(85,016)** | (49,269) | **290,411** | 291,251 |
| **Dynamic Value Balanced Fund** | | | | | | | | | | |
| Series A | **39,462,629** | 50,382,408 | **637,439** | 983,166 | **388,952** | 2,470,810 | **(5,988,946)** | (7,984,487) | **34,500,074** | 45,851,897 |
| Series E | **1,390,384** | 1,223,264 | **309,878** | 402,013 | **16,930** | 62,806 | **(378,329)** | (259,787) | **1,338,863** | 1,428,296 |
| Series F | **2,626,458** | 2,538,411 | **1,104,012** | 699,791 | **34,323** | 106,388 | **(777,659)** | (569,286) | **2,987,134** | 2,775,304 |
| Series FI* | **644,495** | 242,004 | **358** | 332,513 | **6,547** | 10,158 | **(651,400)** | (42,481) | **–** | 542,194 |
| Series FT | **562,675** | 532,271 | **47,570** | 168,840 | **1,834** | 10,227 | **(172,633)** | (114,234) | **439,446** | 597,104 |
| Series G | **10,926,841** | 11,563,753 | **303,040** | 1,213,686 | **117,213** | 585,490 | **(1,602,801)** | (1,232,313) | **9,744,293** | 12,130,616 |
| Series I | **1,555,891** | 1,799,464 | **79,885** | 192,999 | **32,171** | 92,168 | **(170,718)** | (320,095) | **1,497,229** | 1,764,536 |
| Series O | **70,148,191** | 77,015,991 | **309,136** | 541,357 | **1,613,012** | 4,860,277 | **(5,539,832)** | (6,647,424) | **66,530,507** | 75,770,201 |
| Series T | **6,996,022** | 9,306,682 | **187,238** | 226,269 | **71,451** | 129,056 | **(974,476)** | (1,620,031) | **6,280,235** | 8,041,976 |
| **Dynamic Value Fund of Canada** | | | | | | | | | | |
| Series A | **17,544,586** | 20,057,802 | **328,690** | 418,142 | **2** | 1,692,046 | **(1,969,426)** | (2,448,072) | **15,903,852** | 19,719,918 |
| Series F | **6,261,522** | 5,616,292 | **1,623,972** | 1,179,853 | **53,854** | 465,310 | **(961,152)** | (840,410) | **6,978,196** | 6,421,045 |
| Series FI* | **331,980** | 337,021 | **40** | 231,793 | **(7)** | 30,347 | **(332,013)** | (71,059) | **–** | 528,102 |
| Series G | **5,336,999** | 5,312,333 | **103,073** | 411,912 | **3,586** | 466,535 | **(494,857)** | (466,790) | **4,948,801** | 5,723,990 |
| Series I | **1,086,020** | 956,411 | **108,265** | 123,316 | **21,271** | 107,993 | **(111,353)** | (108,022) | **1,104,203** | 1,079,698 |
| Series O | **93,021,099** | 85,498,509 | **4,652,836** | 9,257,449 | **1,863,945** | 9,699,091 | **(24,282,432)** | (10,888,179) | **75,255,448** | 93,566,870 |
| Series T | **8,468,733** | 10,030,282 | **142,425** | 349,254 | **85,339** | 98,269 | **(624,470)** | (1,060,149) | **8,072,027** | 9,417,656 |
| **DynamicEdge Trust Portfolios** | | | | | | | | | | |
| **DynamicEdge Balanced Portfolio** | | | | | | | | | | |
| Series A | **26,610,055** | 26,647,058 | **1,984,508** | 2,003,051 | **215,259** | 671,825 | **(3,104,072)** | (2,847,137) | **25,705,750** | 26,474,797 |
| Series F | **1,975,241** | 1,438,277 | **519,755** | 361,518 | **27,767** | 38,375 | **(287,990)** | (124,077) | **2,234,773** | 1,714,093 |
| Series FT | **196,554** | 130,045 | **17,950** | 41,486 | **1,324** | 1,367 | **(21,774)** | (13,407) | **194,054** | 159,491 |
| Series G | **7,030,377** | 6,211,563 | **566,420** | 1,149,016 | **66,440** | 170,008 | **(1,061,463)** | (527,112) | **6,601,774** | 7,003,475 |
| Series I | **710,982** | 638,515 | **143,961** | 113,965 | **21,049** | 27,423 | **(65,777)** | (50,582) | **810,215** | 729,321 |
| Series IT | **14,228** | 23,643 | **–** | – | **–** | 225 | **(65)** | (154) | **14,163** | 23,714 |
| Series T | **1,051,254** | 1,027,560 | **49,765** | 86,545 | **15,895** | 14,041 | **(125,453)** | (86,369) | **991,461** | 1,041,777 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **DynamicEdge Balanced Growth Portfolio** | | | | | | | | | | |
| Series A | **28,776,824** | 28,602,667 | **1,826,274** | 1,996,745 | **126,352** | 688,926 | **(3,112,151)** | (1,999,851) | **27,617,299** | 29,288,487 |
| Series F | **2,347,008** | 1,227,885 | **799,228** | 363,913 | **27,527** | 28,910 | **(345,699)** | (148,064) | **2,828,064** | 1,472,644 |
| Series FT | **104,843** | 58,240 | **31,892** | 6,754 | **958** | 570 | **(32,182)** | (1,968) | **105,511** | 63,596 |
| Series G | **6,857,978** | 6,537,091 | **519,633** | 625,995 | **41,126** | 166,383 | **(821,582)** | (538,840) | **6,597,155** | 6,790,629 |
| Series I | **1,027,518** | 877,425 | **187,926** | 112,950 | **26,596** | 38,782 | **(121,937)** | (61,251) | **1,120,103** | 967,906 |
| Series IT | **81,216** | 73,701 | **9,183** | 21,462 | **1,563** | 1,820 | **(2,837)** | (3,115) | **89,125** | 93,868 |
| Series O | **385** | 368 | **–** | – | **10** | 17 | **–** | – | **395** | 385 |
| Series T | **1,227,110** | 1,083,148 | **48,121** | 35,659 | **19,762** | 11,981 | **(49,071)** | (85,757) | **1,245,922** | 1,045,031 |
| **DynamicEdge Defensive Portfolio** | | | | | | | | | | |
| Series A | **7,481,117** | 5,075,544 | **2,522,967** | 1,723,188 | **134,363** | 86,061 | **(1,872,902)** | (648,710) | **8,265,545** | 6,236,083 |
| Series E | **4,659,236** | 638,553 | **5,226,884** | 1,079,973 | **130,098** | 20,531 | **(844,088)** | (239,708) | **9,172,130** | 1,499,349 |
| Series F | **946,520** | 561,260 | **263,720** | 456,625 | **11,549** | 10,089 | **(232,796)** | (144,957) | **988,993** | 883,017 |
| Series I | **78,043** | 69,077 | **1,494** | 111,752 | **2,041** | 2,578 | **(14,539)** | (112,878) | **67,039** | 70,529 |
| **DynamicEdge Equity Portfolio** | | | | | | | | | | |
| Series A | **8,742,827** | 9,618,097 | **486,617** | 484,602 | **–** | – | **(769,733)** | (849,321) | **8,459,711** | 9,253,378 |
| Series F | **531,252** | 373,296 | **78,961** | 115,741 | **(7)** | – | **(84,142)** | (50,624) | **526,064** | 438,413 |
| Series FT | **89,574** | 26,156 | **28,543** | 35,783 | **276** | 225 | **(4,045)** | – | **114,348** | 62,164 |
| Series G | **2,636,467** | 2,577,883 | **200,472** | 212,380 | **–** | – | **(304,923)** | (166,845) | **2,532,016** | 2,623,418 |
| Series I | **631,872** | 478,559 | **90,369** | 112,823 | **–** | – | **(128,473)** | (26,774) | **593,768** | 564,608 |
| Series IT | **14,543** | 14,613 | **–** | – | **42** | 34 | **(71)** | (72) | **14,514** | 14,575 |
| Series T | **890,123** | 901,643 | **69,627** | 45,964 | **9,605** | 8,103 | **(74,548)** | (52,101) | **894,807** | 903,609 |
| **DynamicEdge Growth Portfolio** | | | | | | | | | | |
| Series A | **15,469,040** | 15,861,633 | **962,412** | 1,112,412 | **37,828** | 164,872 | **(1,549,610)** | (1,276,298) | **14,919,670** | 15,862,619 |
| Series F | **821,155** | 547,387 | **178,579** | 164,642 | **7,898** | 8,609 | **(73,449)** | (43,453) | **934,183** | 677,185 |
| Series FT | **36,314** | 26,734 | **19,055** | – | **399** | 210 | **(7,517)** | 1 | **48,251** | 26,945 |
| Series G | **5,025,083** | 4,975,554 | **348,073** | 317,711 | **19,879** | 58,565 | **(532,760)** | (347,417) | **4,860,275** | 5,004,413 |
| Series I | **781,920** | 585,135 | **80,424** | 193,490 | **18,248** | 17,409 | **(142,880)** | (60,971) | **737,712** | 735,063 |
| Series IT | **893** | 832 | **11,874** | 16,290 | **179** | 396 | **(32)** | (85) | **12,914** | 17,433 |
| Series T | **617,224** | 627,480 | **15,743** | 65,589 | **5,880** | 6,939 | **(63,498)** | (74,038) | **575,349** | 625,970 |
| **Dynamic Aurion Funds** | | | | | | | | | | |
| **Dynamic Aurion Total Return Bond Fund** | | | | | | | | | | |
| Series A | **16,953,939** | 9,892,855 | **9,246,954** | 1,303,453 | **353,900** | 140,500 | **(3,218,366)** | (1,415,548) | **23,336,427** | 9,921,260 |
| Series E | **1,161,520** | 201,830 | **947,226** | 12,346 | **26,942** | 3,031 | **(266,790)** | (435) | **1,868,898** | 216,772 |
| Series F | **12,913,654** | 6,627,422 | **13,745,912** | 2,701,342 | **275,548** | 100,067 | **(4,097,295)** | (2,144,198) | **22,837,819** | 7,284,633 |
| Series FH | **139,149** | 97,373 | **424,312** | 67,235 | **7,204** | 1,826 | **(392,542)** | (52,637) | **178,123** | 113,797 |
| Series FI* | **1,421,645** | 1,841,174 | **63,765** | 957,247 | **9,846** | 35,679 | **(1,495,256)** | (1,705,482) | **–** | 1,128,618 |
| Series G | **3,329,277** | 2,750,502 | **769,585** | 199,607 | **61,300** | 43,166 | **(596,021)** | (385,320) | **3,564,141** | 2,607,955 |
| Series H | **75,797** | 57,057 | **158,936** | 3,518 | **1,676** | 370 | **(27,837)** | (7,855) | **208,572** | 53,090 |
| Series I | **477,265** | 144,108 | **808,772** | 157 | **13,727** | 3,205 | **(354,916)** | (23,102) | **944,848** | 124,368 |
| Series O | **111,787,553** | 64,394,166 | **60,796,114** | 6,305,639 | **2,930,200** | 2,004,084 | **(1,329,081)** | (438,645) | **174,184,786** | 72,265,244 |
| **DYNAMIC GLOBAL FUND CORPORATON LTD.** | | | | | | | | | | |
| **Corporate Class Core Funds** | | | | | | | | | | |
| **Dynamic Blue Chip U.S. Balanced Class** | | | | | | | | | | |
| Series A | **6,126,367** | 5,086,856 | **159,135** | 2,188,872 | **1,075** | 613 | **(2,249,038)** | (520,311) | **4,037,539** | 6,756,030 |
| Series E | **450,346** | 369,247 | **54,666** | 161,954 | **70** | 41 | **(177,081)** | (31,494) | **328,001** | 499,748 |
| Series F | **827,425** | 657,392 | **594,458** | 431,435 | **216** | 73 | **(595,600)** | (178,628) | **826,499** | 910,272 |
| Series FI* | **627,900** | 513,586 | **1,551** | 331,662 | **(23)** | 39 | **(629,428)** | (108,855) | **–** | 736,432 |
| Series H | **461,084** | 241,360 | **31,152** | 235,628 | **61** | 28 | **(158,056)** | (24,677) | **334,241** | 452,339 |
| Series I | **179,118** | 209,504 | **–** | 8 | **34** | 20 | **(32,633)** | (15,109) | **146,519** | 194,423 |
| Series T | **1,449,704** | 498,081 | **179,136** | 469,575 | **6,453** | 6,006 | **(288,416)** | (29,790) | **1,346,877** | 943,872 |
| **Corporate Class Equity Income Funds** | | | | | | | | | | |
| **Dynamic Dividend Income Class** | | | | | | | | | | |
| Series A | **5,722,163** | 6,312,796 | **332,305** | 311,203 | **50,762** | 60,046 | **(796,178)** | (875,962) | **5,309,052** | 5,808,083 |
| Series E | **383,000** | 171,918 | **152,450** | 152,734 | **3,466** | 2,175 | **(121,237)** | (25,690) | **417,679** | 301,137 |
| Series F | **987,736** | 695,981 | **243,133** | 301,906 | **6,851** | 5,107 | **(150,342)** | (110,351) | **1,087,378** | 892,643 |
| Series I | **442,707** | 341,358 | **22,078** | 98,203 | **4,109** | 3,165 | **(13,806)** | (82,354) | **455,088** | 360,372 |
| Series T | **1,694,411** | 1,488,638 | **176,029** | 136,309 | **17,694** | 15,808 | **(200,809)** | (245,926) | **1,687,325** | 1,394,829 |
| **Dynamic Preferred Yield Class** | | | | | | | | | | |
| Series A | **16,383,214** | 11,382,002 | **2,511,373** | 5,589,394 | **276,818** | 204,125 | **(2,435,605)** | (2,512,164) | **16,735,800** | 14,663,357 |
| Series E | **3,943,968** | 2,953,451 | **764,698** | 1,681,128 | **76,154** | 56,208 | **(603,074)** | (772,367) | **4,181,746** | 3,918,420 |
| Series F | **20,328,176** | 9,661,242 | **25,115,039** | 9,280,391 | **601,613** | 193,035 | **(2,577,626)** | (4,392,378) | **43,467,202** | 14,742,290 |
| Series FH | **380,437** | 301,295 | **361,846** | 35,534 | **10,458** | 3,446 | **(44,766)** | (84,164) | **707,975** | 256,111 |
| Series FI* | **15,656,548** | 4,620,757 | **1,046,866** | 11,120,624 | **120,587** | 152,538 | **(16,824,001)** | (1,678,968) | **–** | 14,214,951 |
| Series H | **247,011** | 172,581 | **80,489** | 13,543 | **5,942** | 3,236 | **(482)** | (10,955) | **332,960** | 178,405 |
| Series I | **243,772** | 36,113 | **289,021** | 143,704 | **8,292** | 3,405 | **(14,032)** | (11,421) | **527,053** | 171,801 |
| Series O | **619,335** | 693,599 | **22,117** | 6,674 | **20,227** | 31,809 | **(32,465)** | (69,788) | **629,214** | 662,294 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **Dynamic Strategic Yield Class** | | | | | | | | | | |
| Series A | **39,656,174** | 44,882,461 | **1,690,013** | 1,750,150 | **275,865** | 310,603 | **(6,869,690)** | (6,286,048) | **34,752,362** | 40,657,166 |
| Series E | **5,586,633** | 4,060,419 | **1,506,523** | 1,282,174 | **39,809** | 28,339 | **(1,533,505)** | (658,265) | **5,599,460** | 4,712,667 |
| Series F | **10,545,819** | 8,734,746 | **8,557,931** | 1,506,283 | **91,569** | 49,346 | **(1,741,083)** | (1,370,303) | **17,454,236** | 8,920,072 |
| Series FH | **414,998** | 467,935 | **141,985** | 153,287 | **2,669** | 2,870 | **(229,729)** | (78,740) | **329,923** | 545,352 |
| Series FI* | **7,587,523** | 4,706,846 | **113,209** | 2,019,189 | **(340)** | 26,042 | **(7,700,392)** | (1,014,743) | **–** | 5,737,334 |
| Series FT | **6,629,626** | 4,263,024 | **1,836,854** | 1,358,386 | **58,629** | 33,138 | **(610,870)** | (457,934) | **7,914,239** | 5,196,614 |
| Series G | **11,940,830** | 13,155,756 | **707,092** | 832,451 | **84,170** | 89,154 | **(1,748,366)** | (1,840,972) | **10,983,726** | 12,236,389 |
| Series H | **1,215,491** | 1,473,386 | **131,084** | 73,300 | **8,177** | 9,259 | **(245,134)** | (260,540) | **1,109,618** | 1,295,405 |
| Series I | **6,503,510** | 7,349,684 | **467,725** | 111,390 | **46,312** | 49,703 | **(962,700)** | (879,807) | **6,054,847** | 6,630,970 |
| Series IT | **2,707,981** | 2,791,723 | **18,707** | 39,629 | **31,823** | 21,833 | **(573,489)** | (228,470) | **2,185,022** | 2,624,715 |
| Series T | **27,684,200** | 30,312,999 | **948,138** | 1,290,749 | **301,703** | 297,164 | **(3,591,974)** | (3,338,310) | **25,342,067** | 28,562,602 |
| **Corporate Class Fixed Income Funds** | | | | | | | | | | |
| **Dynamic Advantage Bond Class** | | | | | | | | | | |
| Series A | **21,953,276** | 26,430,433 | **762,716** | 1,883,049 | **(63)** | – | **(4,219,270)** | (3,681,292) | **18,496,659** | 24,632,190 |
| Series E | **5,377,123** | 4,814,235 | **1,084,246** | 1,402,057 | **(198)** | – | **(1,216,007)** | (822,781) | **5,245,164** | 5,393,511 |
| Series F | **5,672,727** | 5,654,126 | **5,009,984** | 1,170,774 | **(85)** | – | **(1,331,723)** | (508,576) | **9,350,903** | 6,316,324 |
| Series FH | **850,167** | 1,105,274 | **120,175** | 66,126 | **(16)** | – | **(65,992)** | (353,991) | **904,334** | 817,409 |
| Series FI* | **6,159,137** | 8,386,823 | **1,490** | 1,894,766 | **(178)** | – | **(6,160,449)** | (2,457,144) | **–** | 7,824,445 |
| Series FT | **7,729,168** | 5,994,741 | **1,063,873** | 1,162,909 | **15,890** | 9,671 | **(769,471)** | (455,461) | **8,039,460** | 6,711,860 |
| Series H | **1,247,835** | 1,654,733 | **39,720** | 20,368 | **–** | – | **(195,021)** | (238,458) | **1,092,534** | 1,436,643 |
| Series I | **4,337,858** | 5,746,362 | **6,906** | 273,411 | **–** | – | **(1,060,378)** | (548,697) | **3,284,386** | 5,471,076 |
| Series IT | **1,705,987** | 2,117,025 | **15,002** | 12 | **9,330** | 10,062 | **(320,049)** | (536,825) | **1,410,270** | 1,590,274 |
| Series T | **10,229,005** | 12,164,280 | **122,695** | 615,470 | **47,093** | 56,310 | **(1,719,693)** | (1,502,240) | **8,679,100** | 11,333,820 |
| **Dynamic Corporate Bond Strategies Class** | | | | | | | | | | |
| Series A | **542,890** | 774,406 | **32,020** | 31,781 | **–** | – | **(65,802)** | (150,561) | **509,108** | 655,626 |
| Series E | **73,267** | 94,375 | **–** | 41,958 | **(2)** | – | **(28,310)** | (10,495) | **44,955** | 125,838 |
| Series F | **455,260** | 510,054 | **7,686** | 22,539 | **(18)** | – | **(17,990)** | (26,733) | **444,938** | 505,860 |
| Series I | **254,273** | 380,400 | **–** | 2,219 | **–** | – | **(54,998)** | (34,689) | **199,275** | 347,930 |
| Series T | **2,184,715** | 2,315,998 | **154,138** | 96,532 | **34,622** | 36,937 | **(172,687)** | (175,927) | **2,200,788** | 2,273,540 |
| **Dynamic Money Market Class** | | | | | | | | | | |
| Series A | **208,425** | 222,297 | **41** | 41 | **–** | – | **(37,499)** | (12,240) | **170,967** | 210,098 |
| Series C | **3,895,301** | 1,833,816 | **1,100,603** | 2,210,386 | **–** | – | **(2,722,956)** | (2,277,192) | **2,272,948** | 1,767,010 |
| Series F | **1,585,207** | 229,679 | **568,038** | 570,129 | **–** | – | **(1,391,423)** | (252,868) | **761,822** | 546,940 |
| **Corporate Class Power Funds** | | | | | | | | | | |
| **Dynamic Power American Growth Class** | | | | | | | | | | |
| Series A | **21,045,854** | 19,969,243 | **1,429,149** | 2,255,072 | **–** | – | **(2,634,640)** | (1,700,992) | **19,840,363** | 20,523,323 |
| Series E | **17,276,105** | 19,191,177 | **–** | – | **–** | – | **–** | (3,421,646) | **17,276,105** | 15,769,531 |
| Series F | **4,307,904** | 2,652,422 | **1,019,274** | 2,162,204 | **(171)** | – | **(1,298,497)** | (954,376) | **4,028,510** | 3,860,250 |
| Series IP | **530,263** | 353,429 | **38,024** | 650,736 | **–** | – | **(110,975)** | (21,283) | **457,312** | 982,882 |
| Series T | **1,276,666** | 854,261 | **728,496** | 555,135 | **16,267** | 10,647 | **(230,603)** | (70,271) | **1,790,826** | 1,349,772 |
| **Dynamic Power Balanced Class** | | | | | | | | | | |
| Series A | **1,678,339** | 1,835,459 | **12,969** | 121,978 | **14,348** | 11,966 | **(319,154)** | (182,992) | **1,386,502** | 1,786,411 |
| Series E | **14,709** | 20,063 | **547** | 503 | **150** | 122 | **1** | – | **15,407** | 20,688 |
| Series F | **246,197** | 198,209 | **53,309** | 51,074 | **1,827** | 1,095 | **(46,671)** | (38,879) | **254,662** | 211,499 |
| Series FT | **36,199** | 20,168 | **5,641** | 12,964 | **509** | 297 | **(848)** | 1 | **41,501** | 33,430 |
| Series G | **430,946** | 452,051 | **7,400** | 17,388 | **3,567** | 2,952 | **(100,724)** | (22,204) | **341,189** | 450,187 |
| Series I | **63,138** | 55,196 | **7,271** | – | **548** | 236 | **(713)** | (463) | **70,244** | 54,969 |
| Series IP | **433** | 72,653 | **–** | – | **6** | 502 | **–** | (729) | **439** | 72,426 |
| Series IT | **671** | 619 | **–** | – | **21** | 17 | **–** | – | **692** | 636 |
| Series T | **364,699** | 412,297 | **293** | 9,164 | **2,995** | 2,711 | **(69,275)** | (24,260) | **298,712** | 399,912 |
| **Dynamic Power Canadian Growth Class** | | | | | | | | | | |
| Series A | **3,225,848** | 3,344,608 | **88,057** | 120,289 | **41,876** | 34,595 | **(438,871)** | (333,767) | **2,916,910** | 3,165,725 |
| Series E | **67,647** | 25,399 | **28,207** | 8,571 | **879** | 365 | **(5,569)** | (1,617) | **91,164** | 32,718 |
| Series F | **241,136** | 197,748 | **84,588** | 53,067 | **2,714** | 2,435 | **(85,129)** | (21,823) | **243,309** | 231,427 |
| Series G | **1,035,357** | 1,027,490 | **65,871** | 58,398 | **12,918** | 11,135 | **(206,127)** | (78,762) | **908,019** | 1,018,261 |
| Series I | **40,150** | 75,508 | **30,893** | 7 | **1,058** | 682 | **(551)** | (14,975) | **71,550** | 61,222 |
| Series IP | **4,846** | 167,196 | **–** | – | **63** | 27 | **(1,930)** | (164,797) | **2,979** | 2,426 |
| Series T | **425,932** | 352,363 | **13,211** | 18,479 | **5,201** | 7,629 | **(27,341)** | (36,559) | **417,003** | 341,912 |
| **Dynamic Power Global Balanced Class** | | | | | | | | | | |
| Series A | **7,815,848** | 5,958,877 | **643,873** | 2,252,230 | **1,129** | 24 | **(1,495,413)** | (547,510) | **6,965,437** | 7,663,621 |
| Series F | **1,082,861** | 608,629 | **381,928** | 486,560 | **134** | 2 | **(413,505)** | (205,002) | **1,051,418** | 890,189 |
| Series IP | **34,359** | 36,959 | **10,411** | – | **5** | – | **(8,203)** | (280) | **36,572** | 36,679 |
| Series T | **680,863** | 614,897 | **9,063** | 192,578 | **3,649** | 2,805 | **(121,741)** | (60,025) | **571,834** | 750,255 |
| **Dynamic Power Dividend Growth Class** | | | | | | | | | | |
| Series A | **382,830** | 172,230 | **154,113** | 103,517 | **3,868** | 921 | **(64,404)** | (84,670) | **476,407** | 191,998 |
| Series F | **194,322** | 52,617 | **50,485** | 25,757 | **1,240** | 161 | **(16,198)** | (21,929) | **229,849** | 56,606 |
| Series I | **59,666** | 14,463 | **–** | 57,791 | **694** | 151 | **(1,188)** | (793) | **59,172** | 71,612 |
| Series IP | **n/a** | 529 | **n/a** | n/a | **n/a** | n/a | **n/a** | n/a | **n/a** | – |
| Series T | **31,031** | 26,013 | **30,290** | 12,264 | **1,019** | 528 | **(1,635)** | (18,742) | **60,705** | 20,063 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **Dynamic Power Global Growth Class** | | | | | | | | | | |
| Series A | **28,111,139** | 27,585,841 | **1,844,060** | 4,060,035 | **–** | (12) | **(3,689,050)** | (2,717,993) | **26,266,149** | 28,927,871 |
| Series F | **10,045,074** | 6,725,289 | **2,174,019** | 3,563,415 | **(92)** | – | **(1,958,170)** | (699,124) | **10,260,831** | 9,589,580 |
| Series G | **7,573,044** | 6,937,602 | **488,212** | 729,820 | **–** | 141 | **(854,866)** | (501,354) | **7,206,390** | 7,166,209 |
| Series I | **494,214** | 705,744 | **7,737** | – | **–** | – | **(168,875)** | (168,704) | **333,076** | 537,040 |
| Series IP | **1,328,946** | 1,128,253 | **84,331** | 400,699 | **–** | – | **(117,414)** | (163,928) | **1,295,863** | 1,365,024 |
| Series O | **16,902,753** | 11,400,410 | **109,837** | 646,164 | **–** | – | **(1,078,199)** | (502,204) | **15,934,391** | 11,544,370 |
| Series OP | **404** | 392 | **–** | – | **–** | – | **–** | – | **404** | 392 |
| Series T | **1,196,053** | 983,088 | **374,443** | 296,585 | **13,650** | 8,771 | **(183,516)** | (90,332) | **1,400,630** | 1,198,112 |
| **Dynamic Power Global Navigator Class** | | | | | | | | | | |
| Series A | **4,483,826** | 4,383,726 | **131,767** | 788,653 | **340** | – | **(610,863)** | (452,296) | **4,005,070** | 4,720,083 |
| Series E | **44,003** | 80,050 | **26,201** | 172,516 | **6** | – | **(11,156)** | (31,040) | **59,054** | 221,526 |
| Series F | **1,229,973** | 896,350 | **95,461** | 650,562 | **11** | – | **(601,564)** | (243,354) | **723,881** | 1,303,558 |
| Series FI | **284,205** | 189,817 | **33,009** | 111,185 | **(13)** | – | **(76,861)** | (17,979) | **240,340** | 283,023 |
| Series I | **57,437** | 54,044 | **14,863** | 31,882 | **4** | – | **(17,722)** | (5,734) | **54,582** | 80,192 |
| Series IP | **418** | 8,967 | **18,454** | – | **–** | – | **(28)** | (8,570) | **18,844** | 397 |
| Series O | **1,225,235** | 1,299,745 | **9,019** | 12,779 | **95** | – | **(92,821)** | (67,735) | **1,141,528** | 1,244,789 |
| Series T | **742,650** | 434,145 | **6,046** | 527,473 | **13,234** | 10,894 | **(268,041)** | (75,537) | **493,889** | 896,975 |
| **Corporate Class Value Funds** | | | | | | | | | | |
| **Dynamic American Class** | | | | | | | | | | |
| Series A | **2,035,121** | 2,244,198 | **527,451** | 121,642 | **–** | – | **(469,166)** | (268,444) | **2,093,406** | 2,097,396 |
| Series E | **71,973** | 102,311 | **29,667** | 106 | **(4)** | – | **(4,791)** | (41,270) | **96,845** | 61,147 |
| Series F | **835,312** | 824,864 | **215,862** | 223,532 | **(15)** | – | **(163,983)** | (215,700) | **887,176** | 832,696 |
| Series I | **263,600** | 275,391 | **–** | – | **–** | – | **(15,599)** | (5,759) | **248,001** | 269,632 |
| Series O | **563** | 508 | **–** | – | **–** | – | **–** | – | **563** | 508 |
| Series T | **234,571** | 234,367 | **14,853** | 26,172 | **3,792** | 3,208 | **(42,980)** | (20,171) | **210,236** | 243,576 |
| **Dynamic Canadian Asset Allocation Class** | | | | | | | | | | |
| Series A | **1,523,371** | 1,733,927 | **292,639** | 30,835 | **17,767** | 26,924 | **(258,533)** | (278,038) | **1,575,244** | 1,513,648 |
| Series E | **43,374** | 10,003 | **23,142** | 16,101 | **455** | 187 | **(32,814)** | – | **34,157** | 26,291 |
| Series F | **103,247** | 98,342 | **52,872** | 21,564 | **905** | 1,206 | **(22,058)** | (17,563) | **134,966** | 103,549 |
| Series I | **67,080** | 105,491 | **21,018** | 9,282 | **887** | 1,721 | **(27,589)** | (11,791) | **61,396** | 104,703 |
| Series T | **378,641** | 371,977 | **26,484** | 2,646 | **4,353** | 6,818 | **(82,755)** | (53,587) | **326,723** | 327,854 |
| **Dynamic Canadian Value Class** | | | | | | | | | | |
| Series A | **19,025,965** | 22,394,224 | **291,372** | 503,883 | **240,914** | 184,919 | **(2,348,638)** | (2,926,903) | **17,209,613** | 20,156,123 |
| Series E | **301,088** | 222,476 | **147,420** | 72,752 | **4,118** | 1,635 | **(82,914)** | (50,107) | **369,712** | 246,756 |
| Series F | **2,203,289** | 2,029,631 | **420,201** | 316,703 | **24,784** | 14,828 | **(345,856)** | (352,945) | **2,302,418** | 2,008,217 |
| Series G | **3,759,447** | 3,950,283 | **97,251** | 518,238 | **49,661** | 34,585 | **(506,781)** | (428,116) | **3,399,578** | 4,074,990 |
| Series I | **539,480** | 550,076 | **57,116** | 70,393 | **6,254** | 4,480 | **(158,507)** | (62,629) | **444,343** | 562,320 |
| Series IP | **205,853** | 223,479 | **2,686** | – | **2,564** | 1,910 | **(60,951)** | (3,109) | **150,152** | 222,280 |
| Series O | **1,617,574** | 1,459,584 | **24,316** | 49,442 | **20,887** | 16,277 | **(118,702)** | (113,267) | **1,544,075** | 1,412,036 |
| Series T | **2,354,020** | 2,057,493 | **78,452** | 597,003 | **17,629** | 18,531 | **(278,920)** | (247,538) | **2,171,181** | 2,425,489 |
| **Dynamic Dividend Advantage Class** | | | | | | | | | | |
| Series A | **25,597,173** | 33,321,227 | **1,353,522** | 1,027,879 | **570,546** | 778,741 | **(3,411,721)** | (6,747,510) | **24,109,520** | 28,380,337 |
| Series E | **639,238** | 625,190 | **353,106** | 107,265 | **13,052** | 14,500 | **(255,076)** | (137,689) | **750,320** | 609,266 |
| Series F | **3,481,010** | 4,318,269 | **1,593,840** | 545,172 | **82,529** | 91,531 | **(736,393)** | (1,136,870) | **4,420,986** | 3,818,102 |
| Series FH | **39,897** | 197,643 | **10,946** | 84,557 | **487** | 4,451 | **(6,283)** | (231,078) | **45,047** | 55,573 |
| Series FI* | **1,171,270** | 976,873 | **3,635** | 266,598 | **(47)** | 17,405 | **(1,174,858)** | (327,603) | **–** | 933,273 |
| Series FT | **368,459** | 325,222 | **268,222** | 72,707 | **4,090** | 3,892 | **(46,691)** | (94,281) | **594,080** | 307,540 |
| Series H | **172,052** | 202,854 | **33,316** | 1,369 | **3,347** | 3,455 | **(13,094)** | (31,276) | **195,621** | 176,402 |
| Series I | **1,312,661** | 1,699,876 | **335,003** | 63,404 | **28,660** | 40,036 | **(178,409)** | (370,196) | **1,497,915** | 1,433,120 |
| Series T | **3,356,968** | 4,574,784 | **231,460** | 236,547 | **53,452** | 71,171 | **(478,775)** | (1,120,190) | **3,163,105** | 3,762,312 |
| **Dynamic EAFE Value Class** | | | | | | | | | | |
| Series A | **1,086,167** | 1,349,724 | **49,634** | 84,371 | **(1)** | – | **(163,301)** | (232,361) | **972,499** | 1,201,734 |
| Series F | **378,143** | 213,142 | **33,120** | 116,061 | **–** | – | **(44,010)** | (33,088) | **367,253** | 296,115 |
| Series I | **40,689** | 72,734 | **–** | – | **–** | – | **(11,738)** | (26,057) | **28,951** | 46,677 |
| Series O | **566,928** | 543,998 | **–** | – | **–** | – | **–** | – | **566,928** | 543,998 |
| Series T | **117,931** | 115,322 | **3,276** | 32,038 | **2,027** | 2,225 | **(6,097)** | (21,003) | **117,137** | 128,582 |
| **Dynamic Emerging Markets Class** | | | | | | | | | | |
| Series A | **932,213** | 1,140,740 | **37,131** | 60,964 | **–** | – | **(133,676)** | (156,147) | **835,668** | 1,045,557 |
| Series F | **89,931** | 691,571 | **14,946** | 53,357 | **–** | – | **(39,573)** | (72,174) | **65,304** | 672,754 |
| Series I | **5,226** | 13,637 | **2,389** | – | **–** | – | **(4,719)** | (8,361) | **2,896** | 5,276 |
| Series IP | **19,996** | 20,265 | **–** | – | **–** | – | **(4,992)** | (94) | **15,004** | 20,171 |
| Series OP | **520,389** | 520,389 | **–** | – | **–** | – | **–** | – | **520,389** | 520,389 |
| **Dynamic Global Asset Allocation Class** | | | | | | | | | | |
| Series A | **4,726,762** | 2,957,186 | **709,406** | 1,349,851 | **–** | 8 | **(690,037)** | (390,710) | **4,746,131** | 3,916,335 |
| Series E | **962,290** | 272,803 | **170,981** | 772,148 | **(16)** | – | **(272,026)** | (106,146) | **861,229** | 938,805 |
| Series F | **1,905,520** | 504,142 | **568,332** | 684,185 | **(41)** | – | **(457,242)** | (50,204) | **2,016,569** | 1,138,123 |
| Series I | **559,937** | 384,592 | **23,866** | 144,708 | **–** | – | **(333,416)** | (25,114) | **250,387** | 504,186 |
| Series T | **1,188,020** | 584,028 | **49,271** | 570,425 | **8,245** | 5,380 | **(242,466)** | (56,333) | **1,003,070** | 1,103,500 |
| **Dynamic Global Discovery Class** | | | | | | | | | | |
| Series A | **2,261,656** | 2,415,706 | **379,462** | 435,148 | **–** | – | **(349,863)** | (300,169) | **2,291,255** | 2,550,685 |
| Series E | **210,094** | 59,844 | **123,849** | 141,985 | **(10)** | – | **(85,075)** | (19,316) | **248,858** | 182,513 |
| Series F | **1,025,601** | 454,561 | **370,591** | 310,136 | **(16)** | – | **(146,423)** | (38,838) | **1,249,753** | 725,859 |
| Series I | **135,006** | 124,478 | **23,712** | 843 | **–** | – | **(8,393)** | (1,009) | **150,325** | 124,312 |
| Series O | **542** | 526 | **–** | – | **–** | – | **–** | – | **542** | 526 |
| Series T | **219,709** | 152,439 | **69,419** | 277,808 | **3,564** | 2,277 | **(30,575)** | (27,794) | **262,117** | 404,730 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **Dynamic Global Dividend Class** | | | | | | | | | | |
| Series A | **5,007,355** | 4,640,475 | **420,944** | 613,212 | **74** | 215 | **(794,156)** | (614,689) | **4,634,217** | 4,639,213 |
| Series E | **337,277** | 175,421 | **155,559** | 135,970 | **2** | 8 | **(84,176)** | (11,662) | **408,662** | 299,737 |
| Series F | **1,384,062** | 886,012 | **399,520** | 358,633 | **2** | 40 | **(184,829)** | (74,447) | **1,598,755** | 1,170,238 |
| Series FT | **318,278** | 125,882 | **81,635** | 22,111 | **641** | 1,501 | **(149,619)** | (4,628) | **250,935** | 144,866 |
| Series I | **300,997** | 309,650 | **35,552** | 7,980 | **5** | 13 | **(21,599)** | (40,707) | **314,955** | 276,936 |
| Series O | **1,366,056** | 1,472,984 | **25,490** | 13,388 | **22** | 70 | **(100,678)** | (172,466) | **1,290,890** | 1,313,976 |
| Series T | **1,773,046** | 725,294 | **128,878** | 640,677 | **13,497** | 10,632 | **(342,730)** | (180,760) | **1,572,691** | 1,195,843 |
| **Dynamic Global Value Class** | | | | | | | | | | |
| Series A | **4,191,900** | 5,345,992 | **72,254** | 149,895 | **–** | – | **(700,471)** | (840,622) | **3,563,683** | 4,655,265 |
| Series E | **61,058** | 84,818 | **3,837** | 15,600 | **–** | – | **(13,300)** | (49,646) | **51,595** | 50,772 |
| Series F | **782,314** | 935,999 | **155,009** | 94,300 | **–** | – | **(208,588)** | (242,755) | **728,735** | 787,544 |
| Series I | **126,033** | 124,537 | **–** | 23,136 | **–** | – | **(24,116)** | (10,195) | **101,917** | 137,478 |
| Series IP | **29,327** | 27,931 | **–** | – | **–** | – | **(10,781)** | (279) | **18,546** | 27,652 |
| Series T | **392,577** | 267,848 | **3,044** | 190,191 | **3,506** | 3,356 | **(7,366)** | (52,071) | **391,761** | 409,324 |
| **Dynamic Value Balanced Class** | | | | | | | | | | |
| Series A | **8,319,739** | 12,018,922 | **142,810** | 315,773 | **71,884** | 64,870 | **(1,551,336)** | (2,708,706) | **6,983,097** | 9,690,859 |
| Series E | **1,181,320** | 1,410,958 | **193,556** | 250,286 | **10,305** | 7,754 | **(378,211)** | (417,699) | **1,006,970** | 1,251,299 |
| Series F | **1,908,673** | 2,054,632 | **497,683** | 441,558 | **14,156** | 10,074 | **(533,643)** | (461,912) | **1,886,869** | 2,044,352 |
| Series FT | **524,325** | 540,819 | **94,052** | 166,810 | **3,397** | 3,600 | **(150,856)** | (147,226) | **470,918** | 564,003 |
| Series G | **2,195,308** | 2,282,361 | **79,799** | 560,929 | **17,851** | 12,821 | **(598,113)** | (395,560) | **1,694,845** | 2,460,551 |
| Series I | **568,543** | 446,867 | **73,996** | 25,442 | **4,630** | 2,502 | **(224,251)** | (61,004) | **422,918** | 413,807 |
| Series IT | **90,813** | 320,851 | **–** | – | **2,118** | 963 | **(56,210)** | (2,929) | **36,721** | 318,885 |
| Series O | **2,342,689** | 2,747,870 | **6,711** | 10,723 | **20,990** | 12,420 | **(209,636)** | (321,287) | **2,160,754** | 2,449,726 |
| Series T | **2,192,302** | 2,987,791 | **71,902** | 176,606 | **21,033** | 23,717 | **(421,207)** | (668,410) | **1,864,030** | 2,519,704 |
| **Corporate Class Specialty Funds** | | | | | | | | | | |
| **Dynamic U.S. Sector Focus Class** | | | | | | | | | | |
| Series A | **8,087,766** | 6,600,119 | **331,738** | 3,092,452 | **–** | – | **(2,543,490)** | (1,200,160) | **5,876,014** | 8,492,411 |
| Series E | **167,757** | 408,764 | **10** | 6 | **(2)** | – | **(60,671)** | (194,414) | **107,094** | 214,356 |
| Series F | **4,828,013** | 3,433,703 | **844,337** | 2,861,802 | **(52)** | – | **(2,556,732)** | (975,179) | **3,115,566** | 5,320,326 |
| Series FI* | **789,314** | 1,302,857 | **214** | 62,190 | **(38)** | – | **(789,490)** | (124,503) | **–** | 1,240,544 |
| Series I | **660,074** | 163,569 | **77,703** | 394,085 | **–** | – | **(576,100)** | (6,819) | **161,677** | 550,835 |
| **Dynamic Alternative Yield Class** | | | | | | | | | | |
| Series A | **9,265,224** | 9,256,565 | **516,867** | 2,924,095 | **–** | – | **(2,199,009)** | (1,543,893) | **7,583,082** | 10,636,767 |
| Series E | **1,798,068** | 2,229,646 | **362,189** | 1,008,315 | **(39)** | – | **(885,876)** | (1,205,983) | **1,274,342** | 2,031,978 |
| Series F | **6,569,114** | 4,970,845 | **932,360** | 3,034,217 | **(177)** | – | **(2,393,522)** | (670,021) | **5,107,775** | 7,335,041 |
| Series FH | **405,351** | 737,321 | **24,776** | 456,330 | **(4)** | – | **(120,246)** | (41,806) | **309,877** | 1,151,845 |
| Series FT | **4,634,025** | 1,370,403 | **1,675,396** | 2,464,409 | **15,363** | 5,996 | **(522,696)** | (89,114) | **5,802,088** | 3,751,694 |
| Series H | **344,574** | 448,549 | **5,857** | 89,708 | **13** | – | **(68,238)** | (198,719) | **282,206** | 339,538 |
| Series IP | **1,516,384** | 1,890,125 | **7,867** | 441,962 | **–** | – | **(471,968)** | (700,274) | **1,052,283** | 1,631,813 |
| Series T | **5,099,728** | 5,424,831 | **359,377** | 1,462,790 | **45,648** | 46,392 | **(1,412,955)** | (1,305,121) | **4,091,798** | 5,628,892 |
| **Dynamic Global Infrastructure Class** | | | | | | | | | | |
| Series A | **1,034,505** | – | **798,890** | 136,801 | **15,407** | 1,173 | **(362,904)** | (10) | **1,485,898** | 137,964 |
| Series F | **477,287** | – | **811,312** | 25,791 | **8,667** | 89 | **(217,602)** | (3,203) | **1,079,664** | 22,677 |
| Series FT | **40,358** | – | **76,564** | 10,664 | **366** | 29 | **(10,613)** | – | **106,675** | 10,693 |
| Series T | **47,364** | – | **72,474** | 3,726 | **1,140** | 13 | **(15,336)** | 1 | **105,642** | 3,740 |
| **Dynamic Strategic Energy Class** | | | | | | | | | | |
| Series A | **2,884,558** | 2,253,430 | **404,741** | 336,471 | **24,063** | 43,220 | **(472,338)** | (361,116) | **2,841,024** | 2,272,005 |
| Series F | **270,838** | 178,957 | **159,899** | 133,782 | **2,152** | 3,276 | **(92,980)** | (60,457) | **339,909** | 255,558 |
| Series I | **70,248** | 1,755 | **56,745** | 11,529 | **569** | 65 | **(25,416)** | (40) | **102,146** | 13,309 |
| Series IP | **941** | 423 | **–** | – | **4** | 9 | **(510)** | (1) | **435** | 431 |
| Series O | **830,327** | 958,452 | **217,597** | – | **7,880** | 18,672 | **–** | (146,797) | **1,055,804** | 830,327 |
| Series T | **343,714** | 261,794 | **81,635** | 29,044 | **8,735** | 8,224 | **(50,200)** | (36,831) | **383,884** | 262,231 |
| **Dynamic Premium Yield Class** | | | | | | | | | | |
| Series A | **1,953,413** | n/a | **737,321** | n/a | **228** | n/a | **(504,753)** | n/a | **2,186,209** | n/a |
| Series F | **1,795,858** | n/a | **1,150,468** | n/a | **240** | n/a | **(1,013,523)** | n/a | **1,933,043** | n/a |
| Series FT | **380,379** | n/a | **60,081** | n/a | **1,210** | n/a | **(276,060)** | n/a | **165,610** | n/a |
| Series T | **70,553** | n/a | **59,152** | n/a | **255** | n/a | **(7,609)** | n/a | **122,351** | n/a |
| **Dynamic Strategic Gold Class** | | | | | | | | | | |
| Series A | **7,865,087** | 8,727,147 | **744,363** | 263,284 | **7,150** | 18,481 | **(1,510,374)** | (1,228,973) | **7,106,226** | 7,779,939 |
| Series E | **50,384** | 26,704 | **109,223** | 13,714 | **44** | 34 | **(66,184)** | (26,704) | **93,467** | 13,748 |
| Series F | **1,836,057** | 935,532 | **1,402,306** | 179,526 | **1,563** | 1,888 | **(959,519)** | (248,598) | **2,280,407** | 868,348 |
| Series FI* | **380,190** | 90,733 | **8,103** | 40,442 | **–** | 242 | **(388,293)** | (15,281) | **–** | 116,136 |
| Series G | **2,928,882** | 3,344,542 | **262,870** | 205,392 | **2,756** | 7,618 | **(458,723)** | (421,982) | **2,735,785** | 3,135,570 |
| Series I | **43,885** | 50,834 | **31,615** | 7,439 | **44** | 79 | **(20,915)** | (26,107) | **54,629** | 32,245 |
| Series O | **669** | 587,958 | **–** | 649 | **1** | 2 | **–** | (587,958) | **670** | 651 |
| **Dynamic Strategic Resource Class** | | | | | | | | | | |
| Series A | **1,556,707** | 763,492 | **1,155,087** | 69,530 | **6,740** | 9,923 | **(359,299)** | (96,008) | **2,359,235** | 746,937 |
| Series F | **229,786** | 42,922 | **280,490** | 5,303 | **748** | 519 | **(95,676)** | (5,416) | **415,348** | 43,328 |
| Series I | **1,361** | 525 | **8,814** | – | **6** | 8 | **(9)** | (1) | **10,172** | 532 |
| Series IP | **576** | 568 | **11,816** | – | **26** | 8 | **(1,335)** | – | **11,083** | 576 |

| | Units outstanding, beginning of period | | Subscriptions | | Reinvested Distributions | | Redemptions | | Units outstanding, end of period | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| **DynamicEdge Corporate Class Portfolios** | | | | | | | | | | |
| **DynamicEdge Balanced Class Portfolio** | | | | | | | | | | |
| Series A | **7,020,862** | 7,658,094 | **235,866** | 472,993 | **12,030** | 14,668 | **(1,276,035)** | (969,592) | **5,992,723** | 7,176,163 |
| Series E | **2,590,114** | 1,464,393 | **544,533** | 649,997 | **4,414** | 2,933 | **(418,554)** | (123,424) | **2,720,507** | 1,993,899 |
| Series F | **1,415,388** | 1,226,797 | **348,152** | 217,766 | **1,859** | 1,782 | **(300,839)** | (156,078) | **1,464,560** | 1,290,267 |
| Series FT | **302,059** | 188,555 | **138,965** | 81,725 | **2,383** | 1,880 | **(34,553)** | (3,062) | **408,854** | 269,098 |
| Series G | **1,948,825** | 2,119,333 | **693,494** | 141,856 | **3,694** | 3,864 | **(400,188)** | (346,716) | **2,245,825** | 1,918,337 |
| Series I | **850,254** | 865,635 | **–** | – | **1,472** | 1,673 | **(189,231)** | (31,217) | **662,495** | 836,091 |
| Series IT | **337,414** | 268,904 | **–** | 13,875 | **2,715** | 2,017 | **(14,632)** | (1,852) | **325,497** | 282,944 |
| Series T | **1,926,363** | 2,417,506 | **108,366** | 76,744 | **16,022** | 15,169 | **(397,921)** | (459,323) | **1,652,830** | 2,050,096 |
| **DynamicEdge Balanced Growth Class Portfolio** | | | | | | | | | | |
| Series A | **6,010,564** | 6,063,014 | **318,240** | 417,250 | **12,908** | 14,344 | **(978,830)** | (687,895) | **5,362,882** | 5,806,713 |
| Series E | **2,720,939** | 1,564,804 | **913,967** | 506,418 | **6,050** | 3,651 | **(350,488)** | (113,011) | **3,290,468** | 1,961,862 |
| Series F | **1,156,046** | 808,768 | **307,348** | 195,407 | **2,223** | 1,736 | **(210,816)** | (74,250) | **1,254,801** | 931,661 |
| Series FT | **151,383** | 104,672 | **120,024** | 18,941 | **2,706** | 299 | **(17,291)** | (2,423) | **256,822** | 121,489 |
| Series G | **1,252,704** | 1,312,791 | **164,559** | 124,400 | **2,896** | 3,103 | **(180,759)** | (105,245) | **1,239,400** | 1,335,049 |
| Series I | **460,619** | 533,431 | **83,657** | – | **1,047** | 1,196 | **(37,019)** | (62,688) | **508,304** | 471,939 |
| Series IT | **82,806** | 85,623 | **–** | – | **143** | 129 | **(725)** | (789) | **82,224** | 84,963 |
| Series T | **2,628,725** | 2,275,823 | **144,201** | 181,020 | **39,892** | 24,959 | **(250,330)** | (179,162) | **2,562,488** | 2,302,640 |
| **DynamicEdge Conservative Class Portfolio** | | | | | | | | | | |
| Series A | **9,102,589** | 7,381,419 | **1,215,965** | 1,917,631 | **17,981** | 15,697 | **(1,951,089)** | (1,026,491) | **8,385,446** | 8,288,256 |
| Series E | **3,363,479** | 1,848,151 | **1,966,169** | 1,422,209 | **6,852** | 4,460 | **(670,524)** | (429,214) | **4,665,976** | 2,845,606 |
| Series F | **2,796,389** | 2,123,583 | **576,220** | 1,060,720 | **5,176** | 3,871 | **(575,610)** | (214,792) | **2,802,175** | 2,973,382 |
| Series I | **217,058** | 343,079 | **–** | 8,195 | **506** | 704 | **(13,239)** | (11,228) | **204,325** | 340,750 |
| Series T | **1,713,300** | 1,528,964 | **261,079** | 348,296 | **14,134** | 13,431 | **(209,009)** | (185,876) | **1,779,504** | 1,704,815 |
| **DynamicEdge Equity Class Portfolio** | | | | | | | | | | |
| Series A | **2,021,026** | 2,260,113 | **71,022** | 98,553 | **5,974** | 7,385 | **(339,242)** | (261,822) | **1,758,780** | 2,104,229 |
| Series E | **490,308** | 121,373 | **113,758** | 208,364 | **1,356** | 425 | **(71,593)** | (12,551) | **533,829** | 317,611 |
| Series F | **210,274** | 212,090 | **31,140** | 39,766 | **511** | 380 | **(36,284)** | (12,257) | **205,641** | 239,979 |
| Series FT | **114,207** | 146,884 | **4,164** | 13,006 | **1,546** | 1,148 | **(25,203)** | (8,545) | **94,714** | 152,493 |
| Series I | **385,790** | 331,366 | **68,908** | 110,494 | **1,080** | 1,099 | **(28,226)** | (48,965) | **427,552** | 393,994 |
| Series IT | **152,206** | 109,432 | **3,131** | 21,192 | **–** | – | **(1,230)** | (1,605) | **154,107** | 129,019 |
| Series T | **1,501,717** | 1,562,447 | **39,667** | 51,428 | **21,431** | 18,356 | **(97,778)** | (79,588) | **1,465,037** | 1,552,643 |
| **DynamicEdge Growth Class Portfolio** | | | | | | | | | | |
| Series A | **3,043,370** | 3,498,196 | **156,533** | 195,393 | **8,191** | 10,314 | **(727,782)** | (478,384) | **2,480,312** | 3,225,519 |
| Series E | **1,163,013** | 625,280 | **723,085** | 299,140 | **3,527** | 1,639 | **(139,002)** | (67,518) | **1,750,623** | 858,541 |
| Series F | **425,506** | 294,922 | **152,971** | 67,076 | **1,095** | 663 | **(48,599)** | (22,178) | **530,973** | 340,483 |
| Series FT | **65,193** | 58,379 | **33,660** | – | **642** | – | **(8,658)** | (22) | **90,837** | 58,357 |
| Series I | **992,436** | 798,605 | **156,652** | 179,768 | **2,781** | 2,131 | **(120,007)** | (100,325) | **1,031,862** | 880,179 |
| Series IT | **378,418** | 237,521 | **26,738** | 96,147 | **2,467** | 1,875 | **(10,744)** | (4,130) | **396,879** | 331,413 |
| Series T | **711,814** | 766,510 | **10,381** | 78,532 | **7,046** | 8,902 | **(62,367)** | (93,299) | **666,874** | 760,645 |
| **Dynamic Aurion Corporate Class Funds** | | | | | | | | | | |
| **Dynamic Aurion Tactical Balanced Class** | | | | | | | | | | |
| Series A | **1,451,887** | 1,622,293 | **199,784** | 52,321 | **17,931** | 12,493 | **(244,624)** | (230,716) | **1,424,978** | 1,456,391 |
| Series E | **77,164** | 16,288 | **32,642** | 33,503 | **961** | 162 | **(12,274)** | (2,270) | **98,493** | 47,683 |
| Series F | **101,821** | 201,362 | **132,351** | 12,771 | **1,465** | 1,465 | **(18,590)** | (19,756) | **217,047** | 195,842 |
| Series FT | **15,608** | 18,526 | **32,685** | 1,473 | **43** | 55 | **(8,499)** | (15,583) | **39,837** | 4,471 |
| Series I | **878** | 5,797 | **–** | – | **11** | 8 | **–** | (4,927) | **889** | 878 |
| Series T | **159,582** | 135,373 | **10,151** | 528 | **1,083** | 1,456 | **(13,648)** | (17,292) | **157,168** | 120,065 |
| **Dynamic Aurion Total Return Bond Class** | | | | | | | | | | |
| Series A | **6,819,769** | 5,171,410 | **2,636,117** | 675,585 | **(189)** | – | **(1,486,789)** | (847,409) | **7,968,908** | 4,999,586 |
| Series E | **2,059,190** | 502,473 | **2,814,418** | 512,391 | **78** | – | **(613,369)** | (183,963) | **4,260,317** | 830,901 |
| Series F | **3,105,800** | 952,157 | **3,548,405** | 483,549 | **(154)** | – | **(1,365,649)** | (109,382) | **5,288,402** | 1,326,324 |
| Series FH | **359,886** | 273,687 | **184,912** | 74,353 | **(6)** | – | **(44,969)** | (28,757) | **499,823** | 319,283 |
| Series FI* | **1,142,357** | 1,511,085 | **3,064** | 348,834 | **(39)** | – | **(1,145,382)** | (1,226,190) | **–** | 633,729 |
| Series FT | **3,661,946** | 3,197,208 | **920,991** | 344,212 | **12,747** | 1,747 | **(463,957)** | (168,250) | **4,131,727** | 3,374,917 |
| Series H | **497,130** | 505,667 | **101,659** | 77,849 | **–** | – | **(93,163)** | (124,906) | **505,626** | 458,610 |
| Series I | **1,440,956** | 804,283 | **128,976** | 5,529 | **–** | – | **(470,109)** | (75,054) | **1,099,823** | 734,758 |
| Series IT | **425,299** | 317,294 | **41,367** | – | **768** | – | **(10,255)** | (25,724) | **457,179** | 291,570 |
| Series T | **4,340,683** | 3,903,172 | **951,226** | 201,913 | **21,860** | 17,802 | **(296,371)** | (334,215) | **5,017,398** | 3,788,672 |
| **Dynamic Managed Portfolios Ltd.** | | | | | | | | | | |
| **DMP Power Global Growth Class** | | | | | | | | | | |
| Series A | **1,844,803** | 2,164,607 | **29,518** | 42,660 | **–** | – | **(210,224)** | (117,122) | **1,664,097** | 2,090,145 |
| Series F | **221,252** | 254,342 | **37,201** | 56,334 | **(4)** | – | **(20,790)** | (74,506) | **237,659** | 236,170 |
| **DMP Resource Class** | | | | | | | | | | |
| Series A | **4,777,727** | 6,106,818 | **15,890** | 5,652 | **–** | 60,311 | **(664,483)** | (848,221) | **4,129,134** | 5,324,560 |
| Series F | **450,454** | 370,091 | **162,614** | 412,079 | **2** | 3,407 | **(124,476)** | (447,992) | **488,594** | 337,585 |
| Series G | **1,128,042** | 1,387,023 | **17,196** | 1,155 | **–** | 13,731 | **(131,402)** | (168,786) | **1,013,836** | 1,233,123 |
| **DMP Value Balanced Class** | | | | | | | | | | |
| Series A | **6,349,776** | 8,079,580 | **72,918** | 75,493 | **–** | 32,110 | **(720,278)** | (1,204,888) | **5,702,416** | 6,982,295 |
| Series F | **767,586** | 743,271 | **107,579** | 119,693 | **(14)** | 3,433 | **(106,071)** | (70,705) | **769,080** | 795,692 |

* On December 2, 2016, Series FI units were consolidated into Series F units.

## 8. Income Taxes

*Mutual Fund Trusts*

Each of the Funds, except Dynamic Power Global Growth Fund, qualify or expects to qualify as a mutual fund trust under the *Income Tax Act* (Canada). Dynamic Power Global Growth Fund is a unit trust. The Funds are subject to tax on their net investment income, including the taxable portion of net realized capital gains that are not paid or payable to their unitholders. Each of the Funds distributes sufficient amounts of its net investment income, including net realized capital gains, less the amount retained to enable each Fund to utilize any available tax losses or, if applicable, tax credit attributable to redemptions during the period by its unitholders such that no income tax will be paid or payable by the Funds. Such net investment income, including net realized capital gains are taxable in the hands of the unitholders. Accordingly, the Trust Funds do not record Canadian income taxes in their financial statements.

In certain circumstances, the Funds may distribute a return of capital. A return of capital is not taxable to unitholders but will reduce the adjusted cost base of the units held.

*Mutual Fund Corporation*

The Corporations qualify as mutual fund corporations under the *Income Tax Act* (Canada). Each of the Corporate Class Funds within a Corporation represents classes of shares and therefore, each Corporation is treated as one legal entity and a single taxpayer. As a result, the Corporations must combine the income, expenses, capital gains and capital losses of all of its Corporate Class Funds in order to determine the Corporations' tax payable as a whole and whether the Corporations will pay capital gains dividends to their shareholders.

The Corporations are subject to Part IV federal tax of 38⅓% on the amount of taxable dividends received from taxable Canadian corporations. This tax is refundable to the Corporations at the rate of 38⅓% on the amount of taxable dividends paid to their shareholders. The Corporations will pay out sufficient ordinary dividends such that the Corporations would not be subject to Part IV tax.

The Corporations are also subject to Part I tax on other income and taxable capital gains for the year. Part I tax on taxable capital gains can be reduced by the capital gains refund available to mutual fund corporations which is calculated based on the level of redemptions by shareholders including, beginning in 2017, switches between classes of shares of the Corporations on a taxable basis and on capital gains dividends distributed to shareholders. The Corporations will pay out sufficient capital gains dividends such that the Corporations would not be subject to Part I tax on taxable capital gains.

As a result of the capital gains refund mechanism and Part IV tax refund, the Corporations can recover any Canadian income taxes paid with respect to capital gains and taxable dividends received from taxable Canadian Corporations. The Corporations are expected to have sufficient expenses to offset other income such that the Corporations would not be subject to Part I tax on other income. As a result, the Corporations do not record any provision for such income taxes.

*Losses Carried Forward*

Capital losses can be carried forward indefinitely to reduce future net realized capital gains. Non-capital losses for income tax purposes may be carried forward up to twenty years and applied against all sources of income. Since the Funds do not record income taxes, the tax benefit of capital and non-capital losses have not been reflected in the Statements of Financial Position as a deferred income tax asset.

Each of the Corporations has losses available to carry forward as follows:

Dynamic Managed Portfolios Ltd. has $3,490,582 non-capital losses and $10,201,311 capital losses to carry forward.

Dynamic Global Fund Corporation has nil non-capital and nil capital losses to carry forward.

The following Trust Funds have losses available to carry forward as indicated in the table below:

| | Total Capital Losses | Total Non-Capital Losses | Non-Capital Losses that Expire in: | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Fund Name** | **($000s)** | **($000s)** | **2027 ($000s)** | **2028 ($000s)** | **2029 ($000s)** | **2030 ($000s)** | **2031 ($000s)** | **2032 ($000s)** | **2033 ($000s)** | **2034 ($000s)** | **2035 ($000s)** | **2036 ($000s)** |
| **DYNAMIC TRUST FUNDS** | | | | | | | | | | | | |
| **Dynamic Equity Income Funds** | | | | | | | | | | | | |
| Dynamic Dividend Fund | **21,035** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Dividend Income Fund | **662** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Global Strategic Yield Fund | **126** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic U.S. Strategic Yield Fund | **12** | **–** | – | – | – | – | – | – | – | – | – | – |
| **Dynamic Fixed Income Funds** | | | | | | | | | | | | |
| Dynamic Corporate Bond Strategies Fund | **2,633** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Credit Spectrum Fund | **40,019** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic High Yield Bond Fund | **145,664** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Short Term Bond Fund | **4,164** | **–** | – | – | – | – | – | – | – | – | – | – |
| **Dynamic Power Funds** | | | | | | | | | | | | |
| Dynamic Power American Currency Neutral Fund | **3,928** | **1,473** | – | 383 | – | 379 | 711 | – | – | – | – | – |
| Dynamic Power American Growth Fund | **116,417** | **16,015** | – | – | – | – | – | – | – | – | – | 16,015 |
| Dynamic Power Canadian Growth Fund | **278,557** | **36,113** | – | 36,095 | 18 | – | – | – | – | – | – | – |

| Fund Name | Total Capital Losses ($000s) | Total Non-Capital Losses ($000s) | Non-Capital Losses that Expire in: 2027 ($000s) | 2028 ($000s) | 2029 ($000s) | 2030 ($000s) | 2031 ($000s) | 2032 ($000s) | 2033 ($000s) | 2034 ($000s) | 2035 ($000s) | 2036 ($000s) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Dynamic Specialty Funds** | | | | | | | | | | | | |
| Dynamic Alternative Yield Fund | **54,141** | **20,123** | – | – | – | – | – | – | – | – | – | 20,123 |
| Dynamic Diversified Real Asset Fund | **2,889** | **776** | – | – | – | – | – | – | – | – | – | 776 |
| Dynamic Dollar-Cost Averaging Fund | **471** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Energy Income Fund | **138,100** | **33,779** | – | – | – | – | – | – | – | – | 33,779 | – |
| Dynamic Global All-Terrain Fund | **379** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Global Balanced Fund | **58** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Precious Metals Fund | **204,682** | **25,703** | – | 10,172 | 4,347 | – | – | – | 5,518 | 5,666 | – | – |
| Dynamic Premium Yield Fund | **13,263** | **13,616** | – | – | – | – | – | – | – | – | – | 13,616 |
| Dynamic Resource Fund | **182,003** | **5,548** | – | – | – | – | – | – | – | 1,153 | 2,773 | 1,622 |
| **Dynamic Value Funds** | | | | | | | | | | | | |
| Dynamic Canadian Dividend Fund | **57,757** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Emerging Markets Fund | **93,356** | **23,173** | 214 | 5,330 | 5,340 | 5,980 | 4,821 | 1,116 | 368 | – | 3 | 1 |
| Dynamic European Value Fund | **48,985** | **–** | – | – | – | – | – | – | – | – | – | – |
| Dynamic Global Asset Allocation Fund | **4,701** | **3,259** | – | – | – | – | – | – | – | – | – | 3,259 |
| Dynamic Global Discovery Fund | **119,205** | **16,051** | – | 5,907 | – | – | 8,300 | 1,844 | – | – | – | – |
| Dynamic Global Dividend Fund | **3,608** | **132** | – | – | – | – | – | – | – | – | – | 132 |
| Dynamic Global Value Fund | **140,027** | **–** | – | – | – | – | – | – | – | – | – | – |
| **DynamicEdge Trust Portfolios** | | | | | | | | | | | | |
| DynamicEdge Equity Portfolio | **–** | **831** | – | – | – | – | 831 | – | – | – | – | – |

*Withholding Taxes*

The Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the Statements of Comprehensive Income.

*Uncertain Income Taxes*

The Funds invest in securities issued by entities which are domiciled in countries other than Canada. These foreign countries may impose taxes on capital gains realized by non-residents. In addition, the Funds may be required to determine these capital gains taxes on a self-assessment basis; therefore, such taxes may not be deducted by the Fund's broker on a "withholding" basis.

As at December 31, 2016 and June 30, 2016, the Funds have measured uncertain tax liabilities and related interest and penalties with respect to foreign capital gains taxes at nil. While this represents the Manager's best estimate, the estimated value could differ significantly from the amount ultimately payable.

## 9. Client Brokerage Commissions

Client brokerage commissions are arrangements pursuant to which products or services, other than the execution of portfolio securities transactions, are obtained by a portfolio adviser from or through a broker-dealer in exchange for directing client securities transactions to the broker-dealer. The ascertainable client brokerage commissions paid in connection with investment portfolio transactions for the periods ended December 31, 2016 and 2015 are set out below.

| Fund Name | Client Brokerage Commissions ($000s) December 31, 2016 | December 31, 2015 |
|---|---|---|
| **DYNAMIC TRUST FUNDS** | | |
| Dynamic Blue Chip Balanced Fund | **55** | 105 |
| Dynamic Blue Chip Equity Fund | **39** | 65 |
| Dynamic Dividend Fund | **24** | 11 |
| Dynamic Dividend Income Fund | **38** | 63 |
| Dynamic Equity Income Fund | **65** | 64 |
| Dynamic Small Business Fund | **28** | 62 |
| Dynamic Strategic Yield Fund | **290** | 493 |
| Dynamic Credit Spectrum Fund | **1** | 2 |
| Dynamic High Yield Bond Fund | **–** | 1 |
| Dynamic Power American Growth Fund | **28** | 91 |
| Dynamic Power Balanced Fund | **64** | 51 |
| Dynamic Power Canadian Growth Fund | **80** | 50 |
| Dynamic Power Global Growth Fund | **2** | 6 |
| Dynamic Power Small Cap Fund | **12** | 32 |
| Dynamic Alternative Yield Fund | **58** | 114 |
| Dynamic Energy Income Fund | **9** | 75 |
| Dynamic Financial Services Fund | **1** | 43 |
| Dynamic Global All-Terrain Fund | **10** | 2 |
| Dynamic Global Infrastructure Fund | **6** | 13 |
| Dynamic Global Real Estate Fund | **2** | 9 |
| Dynamic Precious Metals Fund | **44** | 55 |
| Dynamic Premium Yield Fund | **170** | 75 |
| Dynamic Resource Fund | **13** | 28 |
| Dynamic American Fund | **73** | 31 |
| Dynamic Canadian Dividend Fund | **45** | 125 |
| Dynamic Dividend Advantage Fund | **46** | 61 |
| Dynamic Emerging Markets Fund | **1** | – |
| Dynamic European Value Fund | **19** | 21 |
| Dynamic Far East Value Fund | **29** | 13 |
| Dynamic Global Asset Allocation Fund | **23** | 5 |
| Dynamic Global Discovery Fund | **23** | 11 |
| Dynamic Global Dividend Fund | **120** | 25 |
| Dynamic Global Value Fund | **100** | 130 |
| Dynamic U.S. Dividend Advantage Fund | **109** | 79 |
| Dynamic U.S. Monthly Income Fund | **–** | 10 |
| Dynamic Value Balanced Fund | **–** | 49 |
| Dynamic Value Fund of Canada | **89** | 88 |
| Dynamic Global Equity Fund | **67** | 35 |
| Dynamic Global Balanced Fund | **–** | 1 |
| **DYNAMIC GLOBAL FUND CORPORATON LTD.** | | |
| Dynamic Blue Chip U.S. Balanced Class | **3** | 6 |
| Dynamic Dividend Income Class | **6** | 10 |
| Dynamic Preferred Yield Class | **6** | 15 |
| Dynamic Strategic Yield Class | **88** | 150 |
| Dynamic Power American Growth Class | **16** | 54 |
| Dynamic Power Balanced Class | **3** | 1 |
| Dynamic Power Canadian Growth Class | **5** | 3 |
| Dynamic Power Dividend Growth Class | **1** | – |
| Dynamic Power Global Growth Class | **13** | 36 |
| Dynamic Power Global Navigator Class | **31** | 22 |
| Dynamic American Class | **6** | 3 |
| Dynamic Canadian Asset Allocation Class | **2** | 4 |
| Dynamic Canadian Value Class | **15** | 20 |
| Dynamic Dividend Advantage Class | **23** | 40 |
| Dynamic EAFE Value Class | **4** | 6 |
| Dynamic Emerging Markets Class | **3** | 1 |
| Dynamic Global Discovery Class | **3** | 2 |
| Dynamic Global Dividend Class | **19** | 4 |
| Dynamic Global Value Class | **9** | 11 |

| Fund Name | Client Brokerage Commissions ($000s) December 31, 2016 | December 31, 2015 |
|---|---|---|
| Dynamic Value Balanced Class | – | 9 |
| Dynamic Strategic Energy Class | 1 | 4 |
| Dynamic Premium Yield Class | 6 | – |
| Dynamic Strategic Gold Class | 5 | 6 |
| Dynamic Strategic Resource Class | 4 | 2 |
| Dynamic Aurion Tactical Balanced Class | – | 1 |
| DMP Resource Class | 5 | 9 |
| Dynamic U.S. Sector Focus Class | 21 | 4 |

## 10. Related Party Transactions

The Manager is a wholly owned subsidiary of The Bank of Nova Scotia ("Scotiabank"). Scotiabank also owns, directly or indirectly, 100% of Scotia Securities Inc., HollisWealth Advisory Services Inc. and Tangerine Investment Funds Limited, each a mutual fund dealer, and Scotia Capital Inc. (which includes HollisWealth, ScotiaMcLeod and Scotia iTRADE), an investment dealer.

The Manager, on behalf of the Funds, may enter into transactions or arrangements with other members of Scotiabank or certain other companies that are related or connected to the Manager (each a "related party"). All transactions between the Funds and the related parties are in the normal course of business and are carried out at arm's length terms.

(a) The Manager earns fees for acting as trustee and/or manager of the Funds, fixed administration fee and performance fee in return for paying certain operating expenses of the Funds as detailed in note 5, note 6 and note 12, respectively. The management fees and fixed administration fees are disclosed in separate lines in the Statements of Comprehensive Income and Statements of Financial Position.

(b) Decisions about the purchase and sale of each Funds' portfolio securities are made by appointed Portfolio Managers of each Fund. Provided that the pricing, service and other terms are comparable to those offered by other dealers, a portion of the portfolio transactions may be executed for the Funds, by Scotia Capital Inc. In such cases, Scotia Capital will receive commissions from the Funds. Brokerage fees paid to Scotia Capital for the periods ended December 31, 2016 and 2015 are as follows:

| Fund Name | Amounts Paid to Related Parties ($000s) December 31, 2016 | December 31, 2015 |
|---|---|---|
| **DYNAMIC TRUST FUNDS** | | |
| Dynamic Blue Chip Balanced Fund | – | 3 |
| Dynamic Blue Chip Equity Fund | – | 3 |
| Dynamic Dividend Fund | 29 | 22 |
| Dynamic Dividend Income Fund | 9 | 8 |
| Dynamic Equity Income Fund | 65 | 47 |
| Dynamic Small Business Fund | 36 | 32 |
| Dynamic Strategic Yield Fund | 81 | 68 |
| Dynamic Power Balanced Fund | 13 | 25 |
| Dynamic Power Canadian Growth Fund | 20 | 42 |
| Dynamic Power Small Cap Fund | 3 | 16 |
| Dynamic Alternative Yield Fund | 7 | – |
| Dynamic Energy Income Fund | 1 | 32 |
| Dynamic Financial Services Fund | 14 | 29 |
| Dynamic Global Infrastructure Fund | 40 | 14 |
| Dynamic Global Real Estate Fund | 6 | – |
| Dynamic Precious Metals Fund | 17 | 25 |
| Dynamic Resource Fund | 4 | 13 |
| Dynamic Canadian Dividend Fund | 25 | 96 |
| Dynamic Dividend Advantage Fund | 77 | 44 |
| Dynamic Value Balanced Fund | 19 | 14 |
| Dynamic Value Fund of Canada | 37 | 26 |
| **DYNAMIC GLOBAL FUND CORPORATON LTD.** | | |
| Dynamic Blue Chip U.S. Balanced Class | – | 2 |
| Dynamic Dividend Income Class | 1 | 1 |
| Dynamic Preferred Yield Class | 22 | 44 |
| Dynamic Strategic Yield Class | 22 | 21 |
| Dynamic Power Balanced Class | – | 1 |
| Dynamic Power Canadian Growth Class | 1 | 3 |
| Dynamic Power Dividend Growth Class | 1 | – |
| Dynamic Canadian Asset Allocation Class | 2 | 3 |
| Dynamic Canadian Value Class | 8 | 6 |
| Dynamic Dividend Advantage Class | 34 | 29 |
| Dynamic Value Balanced Class | 3 | 3 |
| Dynamic Strategic Energy Class | 5 | 7 |
| Dynamic Strategic Gold Class | 2 | 1 |
| Dynamic Strategic Resource Class | 1 | 1 |
| Dynamic Aurion Tactical Balanced Class | – | 6 |
| DMP Resource Class | 1 | 7 |

(c) Certain registered dealers through which units of the Funds are distributed are related parties to the Funds and the Manager. The Manager pays to these affiliates, out of its fees, distribution and servicing fees based on the amount of assets held in the investor's account. These fees are paid on the basis and at the same rates that the Manager pays to non-affiliated dealers.

(d) The Manager received approval from the Independent Review Committee to invest the Funds' overnight cash with Scotiabank with interest paid by Scotiabank to the Funds based on prevailing market rates. The interest earned by the Funds is included in "Interest for distribution purposes" in the Statements of Comprehensive Income.

(e) Units held by the Manager in the Funds as at December 31, 2016 and June 30, 2016 are disclosed below:

| Fund Name | Units Held by the Manager December 31, 2016 | June 30, 2016 |
|---|---|---|
| **DYNAMIC TRUST FUNDS** | | |
| **Dynamic Equity Income Funds** | | |
| Dynamic Dividend Income Fund | 957 Series O units | 957 Series O units |
| Dynamic Global Equity Income Fund | 15,201 Series A units | 15,201 Series A units |
| | 102 Series F units | 102 Series F units |
| Dynamic Global Strategic Yield Fund | 15,204 Series A units | 15,204 Series A units |
| Dynamic Strategic Yield Fund | 102 Series U units | 102 Series U units |
| Dynamic U.S. Equity Income Fund | 15,194 Series A units | 15,194 Series A units |
| | 15,250 Series F units | 15,250 Series F units |
| | 102 Series FL units | 102 Series FL units |
| | 25,431 Series FN units | 25,431 Series FN units |
| | 101 Series L units | 101 Series L units |
| | 25,332 Series N units | 25,332 Series N units |
| Dynamic U.S. Strategic Yield Fund | 15,197 Series A units | 15,197 Series A units |
| | 15,254 Series F units | 15,254 Series F units |
| | 102 Series FL units | 102 Series FL units |
| | 25,437 Series FN units | 25,437 Series FN units |
| | 101 Series L units | 101 Series L units |
| | 25,338 Series N units | 25,338 Series N units |
| **Dynamic Fixed Income Funds** | | |
| Dynamic Advantage Bond Fund | 5 Series I units | 1,034 Series I units |
| | 1,458 Series O units | 1,420 Series O units |
| Dynamic Canadian Bond Fund | 544 Series F units | 571 Series FI units |
| Dynamic Short Term Bond Fund | 4,224 Series A units | 1,108,163 Series A units |
| **Dynamic Power Funds** | | |
| Dynamic Power American Currency Neutral Fund | 100 Series U units | 100 Series U units |
| Dynamic Power American Growth Fund | 427 Series OP units | 427 Series OP units |
| | 100 Series U units | 100 Series U units |
| Dynamic Power Balanced Fund | 518 Series E units | 518 Series E units |
| Dynamic Power Canadian Growth Fund | 518 Series OP units | 518 Series OP units |
| Dynamic Power Global Growth Fund | 20,410 Series O units | 20,410 Series O units |
| Dynamic Power Small Cap Fund | 330 Series F units | 330 Series FI units |

| Fund Name | Units Held by the Manager December 31, 2016 | June 30, 2016 |
|---|---|---|
| **Dynamic Specialty Funds** | | |
| Dynamic Diversified Real Asset Fund | 457 Series O units | 457 Series O units |
| Dynamic Energy Income Fund | 533 Series FT units | 533 Series FT units |
| Dynamic Financial Services Fund | 616 Series O units | 616 Series O units |
| Dynamic Global All-Terrain Fund | 532 Series O units | 15,023 Series A units<br>501 Series F units<br>573 Series O units |
| Dynamic Global Real Estate Fund | 556 Series E units | 556 Series E units |
| Dynamic Premium Yield Fund | 102 Series U units | 102 Series U units |
| **Dynamic Strategic Portfolios** | | |
| Dynamic Strategic Growth Portfolio | 510 Series F units | 510 Series F units |
| **Dynamic Value Funds** | | |
| Dynamic Emerging Markets Fund | 500 Series A units<br>1,222 Series FC units | 500 Series A units<br>1,222 Series FC units |
| Dynamic Far East Value Fund | 548 Series IP units<br>543 Series OP units | 548 Series IP units<br>543 Series OP units |
| Dynamic Global Value Fund | 1,125 Series IT units | 1,078 Series IT units |
| **DynamicEdge Trust Portfolios** | | |
| DynamicEdge Balanced Growth Portfolio | 395 Series O units | 395 Series O units |
| DynamicEdge Equity Portfolio | 1,016 Series IT units | 974 Series IT units |
| DynamicEdge Growth Portfolio | 926 Series IT units | 893 Series IT units |
| **DYNAMIC GLOBAL FUND CORPORATON LTD.** | | |
| **Corporate Class Power Funds** | | |
| Dynamic Power Balanced Class | 439 Series IP shares<br>692 Series IT shares | 439 Series IP shares<br>692 Series IT shares |
| Dynamic Power Canadian Growth Class | 490 Series E shares<br>500 Series FI shares<br>611 Series IP shares | 490 Series E shares<br>500 Series FI shares<br>611 Series IP shares |
| Dynamic Power Global Growth Class | 404 Series OP shares | 404 Series OP shares |
| Dynamic Power Global Navigator Class | 418 Series IP shares | 418 Series IP shares |
| **Corporate Class Value Funds** | | |
| Dynamic Dividend Advantage Class | 3 Series FT shares | 3 Series FT shares |
| Dynamic Emerging Markets Class | 516 Series I shares | 516 Series I shares |
| Dynamic Global Discovery Class | 542 Series O shares | 542 Series O shares |
| **Corporate Class Specialty Funds** | | |
| Dynamic Global Infrastructure Class | 542 Series FT shares<br>542 Series T shares | 542 Series FT shares<br>542 Series T shares |
| Dynamic Premium Yield Class | 526 Series FT shares<br>526 Series T shares | 526 Series FT shares<br>526 Series T shares |
| Dynamic Strategic Gold Class | 670 Series O shares | 1,194 Series FI shares |
| Dynamic Strategic Energy Class | 618 Series I shares<br>435 Series IP shares | 615 Series I shares<br>431 Series IP shares |
| Dynamic Strategic Resource Class | 533 Series I shares<br>577 Series IP shares | 533 Series I shares<br>577 Series IP shares |
| Dynamic U.S. Sector Focus Class | – | 15,505 Series A shares<br>517 Series F shares |
| **DynamicEdge Corporate Class Portfolios** | | |
| DynamicEdge Balanced Class Portfolio | 4 Series T shares | 15,730 Series A shares<br>507 Series F shares<br>775 Series T shares |
| DynamicEdge Balanced Growth Class Portfolio | – | 526 Series F shares |
| DynamicEdge Conservative Class Portfolio | 629 Series I shares | 629 Series I shares |
| **Dynamic Aurion Corporate Class Funds** | | |
| Dynamic Aurion Tactical Balanced Class | 889 Series I shares | 889 Series I shares |

(f) The Funds may invest in investment funds managed by the Manager or a related party, which are disclosed in the Schedule of Investment Portfolio for the respective Funds. These include Scotia Funds, Scotia Private Pools, Pinnacle Portfolios, Dynamic Funds, Marquis Funds and Dynamic Private Investment Pools.

(g) The Manager has received approval from the Independent Review Committee for the Funds to purchase securities of related parties. Any related party securities held by the Funds are disclosed in the Schedule of Investment Portfolio for the respective Funds.

(h) Distributions received from related party funds are in "Interest for distribution purposes", "Dividends" or "Net realized gain (loss) on non-derivative financial assets", as applicable in the Statements of Comprehensive Income.

## 11. Securities Lending

Some of the Funds may enter into securities lending transactions under a securities lending program with their custodian, State Street Trust Company Canada. These transactions involve the temporary exchange of securities for collateral with a commitment to return the same securities to the Fund on a future date. In accordance with security regulations, the Funds receive minimum collateral of 102%. Collateral is received in the form of debt obligations of the Government of Canada, a Canadian provincial government, the government of the United States of America, certain financial institutions or other qualified securities, and is not included in the Schedule of Investment Portfolio. The Funds do not receive cash collateral from any securities lending transactions. The aggregate market value of all securities loaned by a Fund cannot exceed 50% of the Net Assets of the Fund. The fair value of the securities lent and collateral held is determined on a daily basis. The securities lending arrangement can be terminated by the borrower, the securities lending agent or the Fund at any time.

The income earned from these securities lending transactions is recorded in the Statements of Comprehensive Income.

The securities lending agent earns 30% of the gross income generated through any securities lending transactions in the Funds.

The aggregate market value of the securities on loan and the collateral received by the Funds as at December 31, 2016 and June 30, 2016 are presented below along with the income earned for the six month period ended December 31, 2016 (December 31, 2015 – nil).

| | As at December 31, 2016 | | For the period ended December 31, 2016 | | |
|---|---|---|---|---|---|
| Fund Name | Market value of securities on loan ($000s) | Market value of collateral received ($000s) | Net amount received by the Fund ($000s) | Amount earned by lending agent ($000s) | Gross securities lending revenue earned ($000s) |
| DMP Resource Class | – | – | 0 | 0 | 0 |
| Dynamic Advantage Bond Class | 27,756 | 28,729 | 29 | 6 | 35 |
| Dynamic Advantage Bond Fund | 57,319 | 59,428 | 17 | 6 | 23 |
| Dynamic Alternative Yield Fund | 13,769 | 14,569 | 1 | 1 | 2 |
| Dynamic Aurion Tactical Balanced Class | – | – | 0 | 1 | 1 |
| Dynamic Aurion Total Return Bond Class | 3,879 | 4,033 | 11 | 3 | 14 |
| Dynamic Aurion Total Return Bond Fund | 121,531 | 126,339 | 43 | 18 | 61 |
| Dynamic Blue Chip Balanced Fund | 57,112 | 60,008 | 25 | 10 | 35 |
| Dynamic Blue Chip Equity Fund | – | – | 6 | 2 | 8 |
| Dynamic Blue Chip U.S. Balanced Class | 34 | 38 | 0 | 0 | 0 |
| Dynamic Canadian Bond Fund | 109,526 | 113,670 | 82 | 30 | 112 |
| Dynamic Canadian Value Class | 14,412 | 15,364 | 4 | 2 | 6 |
| Dynamic Corporate Bond Strategies Class | 1,581 | 1,636 | 1 | 0 | 1 |
| Dynamic Corporate Bond Strategies Fund | 4,396 | 4,660 | 2 | 0 | 2 |
| Dynamic Credit Spectrum Fund | 36,974 | 38,907 | 54 | 23 | 77 |
| Dynamic Diversified Real Asset Fund | 4,229 | 4,378 | 2 | 1 | 3 |
| Dynamic Dividend Advantage Class | 13,957 | 14,879 | 4 | 2 | 6 |
| Dynamic Dividend Advantage Fund | 27,153 | 28,687 | 8 | 3 | 11 |
| Dynamic Dividend Fund | 122 | 129 | 7 | 3 | 10 |
| Dynamic Dividend Income Class | 1,213 | 1,283 | 1 | 0 | 1 |
| Dynamic Dividend Income Fund | 7,394 | 7,821 | 3 | 2 | 5 |
| Dynamic Energy Income Fund | 18,085 | 19,128 | 31 | 13 | 44 |
| Dynamic Equity Income Fund | – | – | 21 | 10 | 31 |
| Dynamic European Value Fund | 2,483 | 2,625 | 0 | 1 | 1 |
| Dynamic Financial Services Fund | – | – | 1 | 0 | 1 |
| Dynamic Global Balanced Fund | 976 | 1,032 | 1 | 0 | 1 |
| Dynamic Global Equity Fund | 13,132 | 13,905 | 11 | 5 | 16 |
| Dynamic Global Infrastructure Fund | – | – | 8 | 3 | 11 |
| Dynamic Global Real Estate Fund | 25 | 29 | 0 | 1 | 1 |
| Dynamic Global Value Class | 560 | 592 | 0 | 0 | 0 |
| Dynamic Global Value Fund | 6,707 | 7,089 | 2 | 0 | 2 |
| Dynamic High Yield Bond Fund | 25,145 | 26,240 | 22 | 10 | 32 |
| Dynamic Investment Grade Floating Rate Fund | 3,708 | 3,870 | 0 | 0 | 0 |
| Dynamic Power Balanced Class | 1,169 | 1,213 | 1 | 0 | 1 |
| Dynamic Power Balanced Fund | 69,389 | 72,192 | 20 | 6 | 26 |
| Dynamic Power Canadian Growth Class | 364 | 384 | 0 | 0 | 0 |
| Dynamic Power Canadian Growth Fund | 7,311 | 7,720 | 5 | 3 | 8 |
| Dynamic Power Global Navigator Class | 1,048 | 1,108 | 4 | 1 | 5 |
| Dynamic Power Small Cap Fund | 3,884 | 4,101 | 1 | 1 | 2 |
| Dynamic Precious Metals Fund | 585 | 618 | 6 | 3 | 9 |
| Dynamic Preferred Yield Class | 23 | 25 | 0 | 0 | 0 |
| Dynamic Premium Yield Fund | 19,951 | 21,095 | 25 | 11 | 36 |
| Dynamic Resource Fund | – | – | 1 | 1 | 2 |
| Dynamic Short Term Bond Fund | 7,471 | 7,728 | 1 | 1 | 2 |
| Dynamic Small Business Fund | 16,716 | 17,650 | 3 | 2 | 5 |
| Dynamic Strategic Bond Fund | 7,416 | 7,673 | 6 | 2 | 8 |
| Dynamic Strategic Energy Class | 1,745 | 1,845 | 2 | 1 | 3 |
| Dynamic Strategic Gold Class | – | – | 0 | 1 | 1 |
| Dynamic Strategic Resource Class | 1,634 | 1,728 | 1 | 0 | 1 |
| Dynamic Strategic Yield Class | 21,981 | 23,126 | 9 | 4 | 13 |
| Dynamic Strategic Yield Fund | 61,092 | 64,557 | 35 | 15 | 50 |
| Dynamic U.S. Dividend Advantage Fund | 12,238 | 12,936 | 5 | 2 | 7 |
| Dynamic U.S. Sector Focus Class | – | – | 11 | 5 | 16 |
| Dynamic Value Balanced Class | 12,745 | 13,364 | 4 | 2 | 6 |
| Dynamic Value Balanced Fund | 89,038 | 93,428 | 25 | 11 | 36 |
| Dynamic Value Fund of Canada | 72,375 | 77,103 | 8 | 4 | 12 |

| Fund Name | As at June 30, 2016<br>Market value of securities on loan ($000) | <br>Market value of collateral received ($000) |
|---|---|---|
| Dynamic Advantage Bond Class | 51,930 | 54,807 |
| Dynamic Advantage Bond Fund | 52,748 | 55,676 |
| Dynamic Alternative Yield Fund | 58 | 61 |
| Dynamic Aurion Tactical Balanced Class | 464 | 485 |
| Dynamic Aurion Total Return Bond Class | 17,472 | 18,217 |
| Dynamic Aurion Total Return Bond Fund | 140,278 | 145,628 |
| Dynamic Blue Chip Balanced Fund | 75,992 | 79,235 |
| Dynamic Blue Chip Equity Fund | 24,569 | 25,923 |
| Dynamic Canadian Bond Fund | 82,478 | 86,195 |
| Dynamic Corporate Bond Strategies Class | 1,233 | 1,274 |
| Dynamic Corporate Bond Strategies Fund | 854 | 892 |
| Dynamic Credit Spectrum Fund | 9,452 | 9,888 |
| Dynamic Diversified Real Asset Fund | 1,751 | 1,870 |
| Dynamic Dividend Advantage Fund | 2 | 2 |
| Dynamic Dividend Income Class | 85 | 87 |
| Dynamic Dividend Income Fund | 518 | 535 |
| Dynamic Energy Income Fund | 13,025 | 13,704 |
| Dynamic Equity Income Fund | 10,654 | 11,230 |
| Dynamic Global Balanced Fund | 1,974 | 2,083 |
| Dynamic Global Equity Fund | 31,536 | 33,274 |
| Dynamic High Yield Bond Fund | 10,294 | 10,777 |
| Dynamic Investment Grade Floating Rate Fund | 95 | 98 |
| Dynamic Power Balanced Class | 2,208 | 2,305 |
| Dynamic Power Balanced Fund | 35,899 | 37,194 |
| Dynamic Precious Metals Fund | 909 | 959 |
| Dynamic Preferred Yield Class | 23 | 25 |
| Dynamic Premium Yield Fund | 5,040 | 5,302 |
| Dynamic Strategic Bond Fund | 12,782 | 13,443 |
| Dynamic Strategic Energy Class | 559 | 590 |
| Dynamic Strategic Yield Class | 237 | 245 |
| Dynamic Strategic Yield Fund | 11,670 | 12,154 |
| Dynamic U.S. Dividend Advantage Fund | 504 | 530 |
| Dynamic U.S. Sector Focus Class | 14,042 | 14,774 |
| Dynamic Value Balanced Class | 11,170 | 11,613 |
| Dynamic Value Balanced Fund | 51,205 | 53,204 |
| Dynamic Value Fund of Canada | 110 | 116 |

## 12. Performance Fees

Certain Funds also pay a performance fee to the Manager. Performance fees, if any, are paid on a per Fund or in the case of Series FH, Series FP, Series H, Series IP, Series OP and Series P units, on a per series basis. Series E, Series FI, Series I, Series IT, Series O and Series U units do not pay performance fees to the Manager. Series A, Series C, Series F, Series FC, Series FH, Series FP, Series FT, Series G, Series H, Series IP, Series OP, Series P and Series T units of a Fund may pay performance fees to the Manager.

With respect to performance fees that are calculated on a per Fund basis, the performance fee is equal to the average of the month-end net asset value of the Fund (excluding the net asset value of Series E, Series FH, Series FI, Series FP, Series H, Series I, Series IP, Series IT, Series O, Series OP, Series P and Series U units) during the calendar year multiplied by 10% of the difference between the lesser of:

(a) the percentage increase or decrease in the net asset value of a Series A (the "Reference Series") security of the Fund (without giving effect to any distributions or performance fee accrual) and the percentage increase or decrease in a reference index (the "Performance Fee Index") since the end of the period for which the last performance fee was paid; and

(b) the percentage increase or decrease in the net asset value of a Reference Series security of the Fund (without giving effect to any distributions or performance fee accrual) in the calendar year and the percentage increase or decrease in the Performance Fee Index in the same calendar year.

For the calculation in (b) above, where the performance fee calculated is negative, the amount is carried forward to reduce the performance fees in future years.

In respect of a calendar year where the performance of both the Fund and the Performance Fee Index are negative, for the calculation in (a) above, there will be no performance fee charged to a Fund: in any such year where the return of such Fund exceeds the return of the Performance Fee Index, then the ending net asset value of a Reference Series security of the Fund for such year and the ending value of the Performance Fee Index for such year will be used in the following year's calculation; and for the calculation in (b) above, the performance fee will be nil.

The performance fees are calculated to a maximum percentage (the "Performance Fee Limit" which is set out below) of the average of the month-end net asset value of the Fund (excluding the net asset value of Series E, Series FH, Series FI, Series FP, Series H, Series I, Series IP, Series IT, Series O, Series OP, Series P and Series U units) during the calendar year. If the performance fee for a Fund exceeds the Performance Fee Limit in any calendar year: for the calculation in (a) above, the Fund will not pay the amount of the excess and the excess will not be carried forward to offset any negative performance of the Fund in future years; and for the calculation in (b) above, the excess will be carried forward to offset any negative calculated performance fees of the Fund in future years.

The performance fee is estimated and accrued daily, calculated at calendar year end using such average month-end net asset values and is paid within thirty days after calendar year end. The performance fee is allocated proportionately between all series of units of a Fund (excluding the Series FH, Series FP, Series H, Series IP, Series OP, Series P units of a Fund, which are calculated on a per series basis, and excluding the Series E, Series FI, Series I, Series IT, Series O and Series U units of a Fund) based on the series net asset values. Where a new series is introduced by a Fund during a calendar year and such series is subject to performance fees calculated on a per Fund basis, the accrual of performance fees on the new series will commence and be based on the performance of the Reference Series as of the date such new series becomes operational.

If, for any reason, the Performance Fee Index for a Fund is no longer available, a similar benchmark index as selected by us will be used, subject to the receipt of all necessary approvals.

Where performance fees are paid on a per series basis, the above calculation of performances fees shall apply except that references to the "net asset value of the Fund" will refer to the net asset value of the series on which a performance fee is being paid, the reference to "percentage increase or decrease in the net asset value of a Series A unit" will refer to the percentage increase or decrease in the net asset value of a unit of the series on which a performance fee is being paid and references to "(excluding the net asset value of Series E, Series FH, Series FI, Series FP, Series H, Series I, Series IP, Series IT, Series O, Series OP, Series P and Series U units)" shall not apply. The same performance fee indices and limits apply to a

per series performance fee calculation as they would to a per Fund performance fee calculation.

For Dynamic Emerging Markets Fund, notwithstanding the above, neither Series C nor FC of the Fund will be charged a performance fee until the net asset value per Series C unit or Series FC unit (without giving effect to any distributions), has surpassed $9.32 (the "High Water Mark"), which was the highest net asset value per unit achieved by the Fund prior to the Conversion date. The Manager will waive any performance fee earned, that would otherwise be allocable to Series C or Series FC, while the net asset value per Series C unit or Series FC unit, as applicable, is less than the High Water Mark. Further, no accrual for a performance fee will be reflected in the net asset value per Series C unit or Series FC unit for so long as the net asset value per Series C unit or Series FC unit, as applicable, is less than the High Water Mark.

The performance fee applicable to DMP Resource Class is calculated differently from what is described above. The Manager is entitled to a performance fee for the DMP Resource Class equal to 20% of the amount by which the net asset value of the Fund exceeds the threshold annualized increase of 12% (excluding the effect of distributions) calculated on the last day of each calendar year of the Fund. No performance fee will be payable in any calendar year unless: (i) cumulative total returns exceed a 12% cumulative return since inception on the original net asset value per share of $25.00 and (ii) the total return for the Fund for such year exceeds the simple average of the annual total return in such year of (a) the Peters Junior Producers Index; (b) the Peters Small Producers Index and (c) the weighted average of (i) the Oil and Gas Exploration and Production Subgroup of the S&P/TSX Composite Index, (ii) the Diversified Metals and Mining Subgroup of the S&P/TSX Composite Index and (iii) the Gold Subgroup of the S&P/TSX Composite Index. This fee is calculated and accrued daily and payable within 30 days after calendar year-end. The DMP Resource Class has received the approval of the Canadian securities regulatory authorities to include the Peters JP Index and the Peters SP Index as components of the performance fee benchmark applicable to the Fund despite the fact that those indexes are not "total return" indexes. The Manager considers the above benchmark to be appropriate given the investment objectives and strategies of the Fund and believes that the inclusion of the Peters JP Index and the Peters SP Index is appropriate given that the Fund focuses its investments on Canadian companies of small to medium capitalizations.

Performance fees in respect of Series FH and Series H are calculated using the U.S. dollar net asset values and Canadian dollar reference index.

*Performance Fee Limits Applicable to the Funds*

| Fund Name | Performance Fee Index | Performance Fee Limit (%) For Series Other Than Series IP[2] |
|---|---|---|
| **Dynamic Equity Income Funds** | | |
| Dynamic Small Business Fund | BMO Small Cap Blended Weighted Index | 2.25 |
| **Dynamic Fixed Income Funds** | | |
| Dynamic High Yield Bond Fund[1] | 50% BofA Merrill Lynch US High Yield Master II Index (C$, Hedged); and 50% BofA Merrill Lynch High Yield Canadian Issuers Index (C$, Hedged) | 2.00 |
| **Dynamic Power Funds** | | |
| Dynamic Power American Growth Fund | S&P 500 Index (C$) | 2.75 |
| Dynamic Power Balanced Fund | 50% S&P/TSX Composite Index; and 50% FTSE TMX Canada Universe Bond Index | 2.75 |
| Dynamic Power Canadian Growth Fund | S&P/TSX Composite Index | 2.75 |
| **Dynamic Specialty Funds** | | |
| Dynamic Alternative Yield Fund | 25% FTSE NAREIT All Mortgage Capped Index (C$); 25% S&P 500 Dividend Aristocrats Index (C$); 25% First Trust Composite Closed-End Fund Total Return Index (C$); and 25% CBOE S&P 500 BuyWrite Index (C$) | 2.00 |
| Dynamic Energy Income Fund | S&P/TSX Capped Energy Index | 2.00 |
| Dynamic Global Real Estate Fund | 30% Bloomberg Canadian Real Estate Investment Trust Index; and 70% FTSE EPRA/NAREIT Developed Index (C$) | 2.00 |
| Dynamic Premium Yield Fund | 50% CBOE S&P 500 BuyWrite Index (C$); and 50% CBOE S&P 500 PutWrite Index (C$) | 2.00 |
| Dynamic Resource Fund | S&P North American Natural Resources Sector Index (C$) | 3.00 |
| **Dynamic Value Funds** | | |
| Dynamic Emerging Markets Fund | MSCI Emerging Markets Index (C$) | 2.75 |
| Dynamic Far East Value Fund | MSCI AC (All Country) Pacific Index (C$) | 1.00 |
| Corporate Class Power Funds | | |
| Dynamic Power American Growth Class | S&P 500 Index (C$) | 1.85 |
| Dynamic Power Balanced Class | 50% S&P/TSX Composite Index; and 50% FTSE TMX Canada Universe Bond Index | 2.75 |
| Dynamic Power Canadian Growth Class | S&P/TSX Composite Index | 1.85 |
| Dynamic Power Global Balanced Class | 50% MSCI World Index (C$); and 50% J.P. Morgan Global Government Bond Index (C$) | 2.75 |
| Dynamic Power Global Growth Class | MSCI World Index (C$) | 1.85 |
| Dynamic Power Global Navigator Class | MSCI World Index (C$) | 2.75 |
| Dynamic Power Dividend Growth Class | S&P/TSX Composite Index | 3.00 |
| Corporate Class Value Funds | | |
| Dynamic Canadian Value Class | S&P/TSX Composite Index | 1.85 |
| Dynamic Emerging Markets Class | MSCI Emerging Markets Index (C$) | 2.75 |
| Dynamic Global Value Class | MSCI World Index (C$) | 1.85 |

| Fund Name | Performance Fee Index | Performance Fee Limit (%) For Series Other Than Series IP[2] |
|---|---|---|
| **Corporate Class Specialty Funds** | | |
| Dynamic Alternative Yield Class | 25% FTSE NAREIT All Mortgage Capped Index (C$); 25% S&P 500 Dividend Aristocrats Index (C$); 25% First Trust Composite Closed-End Fund Total Return Index (C$); and 25% CBOE S&P 500 BuyWrite Index (C$) | 2.00 |
| Dynamic Strategic Energy Class | 75% S&P/TSX Capped Energy Index; and 25% MSCI World Energy Index (C$) | 2.00 |
| Dynamic Strategic Resource Class | 50% S&P/TSX Capped Energy Index; and 50% S&P/TSX Capped Materials Index | 3.00 |
| **Dynamic Managed Portfolios** | | |
| DMP Resource Class | See description above | n/a |

(1) This Fund only charges performance fees on Series FP and P units.
(2) The performance fee limit for Series IP is 1.50% (Except for Dynamic Far East Value Fund series IP which is 1.0%)

As at December 31, 2016, and June 30, 2016, the following Funds had accrued performance fees, inclusive of sales tax, as follows:

| | Performance Fee Payable ($000s) | |
|---|---|---|
| Fund Name | December 31, 2016 | June 30, 2016 |
| Dynamic Strategic Energy Class | – | 13 |
| Dynamic Strategic Resource Class | **333** | 110 |

## 13. Unfunded Credit Agreements

Certain Funds may enter into credit agreements, all or a portion of which may be unfunded. These Funds are obligated to fund the credit agreements at the issuer's discretion. The funded portions of the agreements are marked to market daily and any unrealized gain or loss is included in the Statements of Financial Position and the Statements of Comprehensive Income. The unfunded portion of the credit agreements will be marked to market and any unrealized gain or loss will be included in the Statements of Financial Position and the Statements of Comprehensive Income when the issuer has called for the amounts and has met all the conditions of the call in accordance with the credit agreement. The funded portions of credit agreements are presented on the Schedule of Investment Portfolio. The unfunded portions, as at December 31, 2016 and December 31, 2015, are listed below:

| | December 31, 2016 ($000s) | December 31, 2015 ($000s) |
|---|---|---|
| **Rose Investments II Limited Partnership, Restricted** | | |
| Dynamic Global Real Estate Fund | **744** | 744 |
| **Starwood Distressed Opportunity Fund IX, LP** | | |
| Dynamic Alternative Yield Fund | **1,029** | 2,352 |
| Dynamic Equity Income Fund | **1,330** | 3,040 |
| Dynamic Small Business Fund | **490** | 1,120 |
| Dynamic Strategic Yield Class | **1,155** | 2,640 |
| Dynamic Strategic Yield Fund | **3,780** | 8,640 |
| **Starwood Global Opportunity Fund X, LP** | | |
| Dynamic Alternative Yield Fund | **8,880** | 16,835 |
| Dynamic Global Real Estate Fund | **816** | 1,700 |
| Dynamic Premium Yield Fund | **2,064** | 4,300 |
| **Blackstone Tactical Opportunities Fund II L.P.** | | |
| Dynamic Alternative Yield Fund | **15,320** | 20,464 |
| Dynamic Strategic Yield Class | **6,826** | 10,771 |
| Dynamic Strategic Yield Fund | **28,736** | 36,134 |

## 14. Prime Broker Arrangements

The Manager has appointed prime brokers which may hold assets for certain Funds as these Funds may engage in short selling. The prime broker accounts may provide less segregation of the Funds' assets than would be the case with a more conventional custody arrangement. As a result, the Funds' assets could be frozen and inaccessible for withdrawal or subsequent trading for an extended period of time if the prime broker experiences financial difficulty. In such case, the Funds may experience losses due to insufficient assets at the prime broker to satisfy the claims of its creditors and adverse market movements while its positions cannot be traded.

## 15. Currency Legend

The following is a list of abbreviations that may be used in the Financial Statements:

| | | | |
|---|---|---|---|
| AUD | Australian Dollar | KRW | South Korean Won |
| BMD | Bermuda Dollar | MXN | Mexican Peso |
| BRL | Brazilian Real | MYR | Malaysian Ringgit |
| CAD | Canadian Dollar | NOK | Norwegian Krone |
| CHF | Swiss Franc | NZD | New Zealand Dollar |
| DKK | Danish Krone | PHP | Philippine Peso |
| EUR | Euro | PKR | Pakistani Rupee |
| GBP | Pound Sterling | SEK | Swedish Krona |
| HKD | Hong Kong Dollar | SGD | Singapore Dollar |
| IDR | Indonesian Rupiah | THB | Thailand Baht |
| ILS | Israeli Shekel | TWD | New Taiwan Dollar |
| INR | Indian Rupee | USD | US Dollar |
| JPY | Japanese Yen | ZAR | South African Rand |

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