



MARQUEST MONTHLY PAY FUND

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ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | For the Year Ended December 31, 2016

A NOTE ON FORWARD-LOOKING STATEMENTS

This report contains forward looking statements. These statements primarily relate to assessments of future economic and market conditions. Such information has been included to assist readers with assessing recent developments in the Fund's operating climate and possible future developments that may affect Fund performance. All forward looking statements are based on management's current beliefs and assumptions which are subject to numerous risks and uncertainties. Statements with respect to future economic and market conditions are based on management's beliefs and assumptions with respect to a range of factors, including market conditions generally and within the sectors in which the Fund's investments operate. While management considers such beliefs and assumptions to be reasonable based on information currently available to it, no assurance can be given that such beliefs and assumptions will prove to be correct. As a result, these forward looking statements would typically include words such as "anticipates, believes, intended or estimated". Events or circumstances may cause actual results to differ materially from those expressed or implied by such forward looking statements as a result of numerous known and unknown risks and uncertainties, including, but not limited to, those associated with economic and market conditions, political stability and other risks identified in the Fund's prospectus. Most of these factors are beyond the control of the Fund and its Manager. Neither the Fund nor its Manager assumes any obligation to update any of the forward looking statements made in this report.

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This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the Marquest Monthly Pay Fund (the "Fund"). You can get a copy of the interim financial statements at your request, and at no cost, from Marquest Asset Management Inc. (the "Manager") by calling 1-888-964-3533, by writing to us at Suite 4420, 161 Bay Street, PO Box 204, Toronto, Ontario, M5J 2S1 or by visiting our website at www.marquest.ca or SEDAR at www.sedar.com.

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

Management Discussion of Fund Performance

Investment Objectives and Strategies

Investment Objectives

The Fund seeks to provide high investment returns by investing primarily in income producing securities such as common shares.

Investment Strategies

In order to achieve the Fund's objective, in respect of the equity component of the Fund's portfolio, investments are made based on an analysis of financial information of each potential investment to identify undervalued companies with improving fundamentals and high potential for price appreciation. Other factors, including economic data, are used to identify business cycle trends. The Fund may invest up to 49% of net assets in foreign securities, may write covered calls and puts (secured by cash) to enhance income and may use derivatives and invest in other mutual funds. In respect of the fixed income component of the Fund's portfolio, investments are made based on an analysis of the yield curve to identify securities offering good relative value. The new Portfolio Manager makes some strategic use of option-writing to manage risk and generate income.

Risks

There are risks associated with investing in the Fund. There have been no changes to the Fund which affected the risks associated with investing in the Fund during the year. Specific risk information can be found in the Fund's prospectus available through our website at www.marquest.ca or at SEDAR's website www.sedar.com.

Results of Operations

As at December 31, 2016, the Fund's total NAV was \$48,723,603, a decrease of 62.29% since the prior year end (December 2015: \$129,210,151). The change is primarily due to distribution to unit holders, net redemptions, net realized loss on options contracts, foreign exchange loss, net unrealized depreciation on investments, net unrealized depreciation in option contracts and management fees of \$29,367,466, \$50,004,746, \$501,313, \$1,149,628, \$5,116,731, \$225,792 and \$2,120,781 respectively. These were partially offset by net realised gain on sale of investment of \$7,627,605.

Over the past year, the Fund's Class A units gained 1.0%, which underperformed the 21.1% rise in the S&P/TSX Composite TR Index. The Fund's return is after the deduction of fees and expenses, while the benchmark and broad-based index returns do not include any costs of investing. See the Financial Highlights section for the returns of any class, which may vary because of differences in management fees and expenses.

Overall, market performance in 2016 was better than expected, highlighted by the recovery of commodities after their weak performance in 2015. This year was also marked by two major political events: Brexit and the Trump election. Most surprising was the reaction of the markets following these events. In both cases, markets were expected to be softer after each of these events; the reality was that markets responded positively. Trump's election is likely to have a longer and more pronounced effect and as such, we believe portfolios need to be adjusted accordingly. The 35-year bond rally is likely over as Trump's 'pro-growth' policies are likely to be inflationary. An atmosphere of deregulation will also herald a changing landscape and consequently, a need to adjust portfolios.

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Results of Operations (continued)

Looking forward to 2017, the Fund will focus on Financials, Industrials and Energy. All of these sectors have companies that provide reasonable dividend income.

In retrospect, the Fund's return in 2016 was impacted by the mixed messages from the Fed in the U.S. and significant Fund redemptions during the year. Being underweight gold had a significant impact, as did being underweight oils. As these sectors tend to offer a limited selection of dividend-paying companies, the Fund is challenged to get exposure while staying within its strategy, and as such, can underperform when those sectors are showing strength.

To garner additional income, we employ an active call-writing strategy. During periods of above-average volatility, we try to capture premium, while in periods of relatively low volatility, we tend to avoid option writing. Activity levels typically increase during reporting period.

Recent Developments

We continue to align our portfolios to the new realities of a Trump administration. As such, increased exposure to Financials, Energy and Industrials will be the order of the day. Special situation investments will focus on companies that generate the bulk of their revenues in the United States. What is clear is that the promises that Trump made during the campaign reflect what he is likely to do. We are likely to see significant policy change as it relates to immigration, trade, Obama care, the Iranian Nuclear deal, deregulation and fiscal spending.

Merger of Class AA and F-AA

Marquest Monthly Pay Fund Class AA units were merged in to Marquest Monthly Pay Fund Class A, and Marquest Monthly Pay Fund Class F-AA was merged in to Marquest Monthly Pay Fund Class F at their respective Class net asset value per unit on December 30, 2016.

Change of Distribution Rate

Effective January 2017 the monthly distribution amount for the Class A and Class F units will be changed to \$0.02 per unit from \$0.075 per unit.

Related Party Transactions

Marquest Asset Management Inc. is the Manager ("the Manager") of the Fund. The Manager of the Fund has engaged Front Street Capital as the portfolio sub-advisor for the Fund, at its own cost.

The Manager of the Fund is responsible for managing all of the Fund's activities, including investment advisory and portfolio management services under a Management Agreement. The Management Agreement is subject to automatic renewal for additional one year terms. The Management Agreement may be terminated during its term if the Manager defaults in its performance of any of its duties or obligations thereunder and if the holders pass a resolution at a meeting of holders terminating the Management Agreement as a result of such default.

Further, the holders of a Fund may, by resolution passed at a meeting of holders at least 180 days before the end of the initial term or each anniversary thereof, elect not to renew the Management Agreement, whereupon the Management Agreement will not be renewed beyond its existing term. The Manager must give the holders and the Trustee at least 180 days' notice of its intention not to renew a Management Agreement. Management fees are paid by each class at the rates set out under "Management Fees" below.

During the year, \$2,120,781 in management fees (including HST) was paid to the Manager. The Manager is also the trustee of the Fund and is responsible for certain aspects of the day-to-day administration. The Fund reimbursed the Manager for operating costs (including HST) incurred in administering the Fund of approximately \$1,089,761.

As disclosed in the Fund's prospectus, the Manager may voluntarily waive, absorb or pay a portion of the Fund's fees and expenses, at its discretion. During the year the Manager absorbed \$34,620 in expenses of the Fund.

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Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years. The information is derived from the Fund's and audited annual financial statements.

| Marquest Monthly Pay Fund (Class A)* | | | | | |
|---|---------------|---------------|---------------|---------------|---------------|
| <i>Net Assets per Unit (\$) ⁽¹⁾</i> | | | | | |
| | 2016 | 2015 | 2014 | 2013 | 2012 |
| Net assets, beginning of the year ⁽²⁾ | 3.31 | 4.61 | 5.43 | 5.63 | 6.17 |
| Increase (decrease) from operations: | | | | | |
| Total revenue | 0.06 | 0.12 | 0.20 | 0.25 | 0.27 |
| Total expenses (excluding distributions) | (0.11) | (0.14) | (0.18) | (0.18) | (0.20) |
| Realized gains (losses) for the year | 0.17 | 0.27 | (0.13) | 0.20 | (0.13) |
| Unrealized gains (losses) for the year | (0.15) | (0.63) | 0.15 | 0.44 | 0.40 |
| Total increase (decrease) from operations ⁽²⁾ | (0.03) | (0.38) | 0.04 | 0.71 | 0.34 |
| Distributions: | | | | | |
| From income (excluding dividends) | - | - | - | (0.03) | (0.04) |
| From dividends | - | - | - | - | - |
| From capital gains | - | - | - | (0.03) | - |
| Return of capital | (0.90) | (0.90) | (0.90) | (0.84) | (0.86) |
| Total annual distributions ⁽³⁾ | (0.90) | (0.90) | (0.90) | (0.90) | (0.90) |
| Net assets at December 31st of year shown | 2.41 | 3.31 | 4.61 | 5.43 | 5.62 |

Notes:

⁽¹⁾ This information is derived from the Fund's audited annual financial statements. Periods beginning on or after January 1, 2013 follow International Financial Reporting Standards (IFRS) and prior to January 1, 2013 follow Canadian Generally Accepted Accounting Principles (Canadian GAAP). The net assets attributable to holders of redeemable units per unit presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to financial statements, if applicable.

⁽²⁾ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or re-invested in additional units of the Fund, or both.

*Class A units were first issued on June 24, 2003.

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Financial Highlights (continued)

| Marquest Monthly Pay Fund (Class AA)* | | | | |
|---|---------------|---------------|---------------|---------------|
| Net Assets per Unit (\$) ⁽¹⁾ | | | | |
| | 2016 | 2015 | 2014 | 2013 |
| Net assets, beginning of the year ⁽²⁾ | 13.12 | 15.60 | 16.21 | 15.00 |
| Increase (decrease) from operations: | | | | |
| Total revenue | 0.26 | 0.42 | 0.62 | 0.27 |
| Total expenses (excluding distributions) | (0.38) | (0.41) | (0.43) | (0.25) |
| Realized gains (losses) for the year | 0.98 | 0.78 | (0.44) | 0.25 |
| Unrealized gains (losses) for the year | (0.78) | (1.94) | 0.26 | 1.56 |
| Total increase (decrease) from operations ⁽²⁾ | 0.08 | (1.15) | 0.01 | 1.83 |
| Distributions: | | | | |
| From net investment income (excluding dividends) | - | - | - | (0.24) |
| From dividends | - | - | - | - |
| From capital gains | - | - | - | - |
| Return of capital | (1.38) | (1.14) | (0.90) | (0.06) |
| Total annual distributions ⁽³⁾ | (1.38) | (1.14) | (0.90) | (0.30) |
| Net assets at December 31st of year shown | 11.91 | 13.12 | 15.60 | 16.21 |

Notes:

⁽¹⁾ This information is derived from the Fund's audited annual financial statements. Periods beginning on or after January 1, 2013 follow International Financial Reporting Standards (IFRS) and prior to January 1, 2013 follow Canadian Generally Accepted Accounting Principles (Canadian GAAP). The net assets attributable to holders of redeemable units per unit presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to financial statements, if applicable.

⁽²⁾ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or re-invested in additional units of the Fund, or both.

*Class AA units were first issued on July 31, 2013 at \$15.00.

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Financial Highlights (continued)

| Marquest Monthly Pay Fund (Class F)* | | | | | |
|---|---------------|---------------|---------------|---------------|---------------|
| Net Assets per Unit (\$) ⁽¹⁾ | | | | | |
| | 2016 | 2015 | 2014 | 2013 | 2012 |
| Net assets, beginning of the year ⁽²⁾ | 4.18 | 5.50 | 6.24 | 6.25 | 6.66 |
| Increase (decrease) from operations: | | | | | |
| Total revenue | 0.08 | 0.14 | 0.23 | 0.28 | 0.29 |
| Total expenses (excluding distributions) | (0.09) | (0.11) | (0.12) | (0.12) | (0.13) |
| Realized gains (losses) for the year | 0.29 | 0.28 | (0.15) | 0.23 | (0.14) |
| Unrealized gains (losses) for the year | (0.26) | (0.70) | 0.17 | 0.44 | 0.44 |
| Total increase (decrease) from operations ⁽²⁾ | 0.02 | (0.39) | 0.13 | 0.83 | 0.46 |
| Distributions: | | | | | |
| From net investment income (excluding dividends) | - | - | - | (0.08) | (0.06) |
| From dividends | - | - | - | - | - |
| From capital gains | - | - | - | - | - |
| Return of capital | (0.90) | (0.90) | (0.90) | (0.82) | (0.84) |
| Total annual distributions ⁽³⁾ | (0.90) | (0.90) | (0.90) | (0.90) | (0.90) |
| Net assets at December 31st of year shown | 3.35 | 4.18 | 5.50 | 6.24 | 6.24 |

Notes:

⁽¹⁾ This information is derived from the Fund's audited annual financial statements. Periods beginning on or after January 1, 2013 follow International Financial Reporting Standards (IFRS) and prior to January 1, 2013 follow Canadian Generally Accepted Accounting Principles (Canadian GAAP). The net assets attributable to holders of redeemable units per unit presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to financial statements, if applicable.

⁽²⁾ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or re-invested in additional units of the Fund, or both.

*Class F units were first issued on February 7, 2006.

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Financial Highlights (continued)

| Marquest Monthly Pay Fund (Class F-AA)* | | | | |
|---|---------------|---------------|---------------|---------------|
| Net Assets per Unit (\$) ⁽¹⁾ | | | | |
| | 2016 | 2015 | 2014 | 2013 |
| Net assets, beginning of the year ⁽²⁾ | 13.44 | 15.74 | 16.15 | 15.00 |
| Increase (decrease) from operations: | | | | |
| Total revenue | 0.26 | 0.43 | 0.63 | 0.29 |
| Total expenses (excluding distributions) | (0.20) | (0.20) | (0.22) | (0.16) |
| Realized gains (losses) for the year | 0.73 | 1.11 | (0.48) | 0.26 |
| Unrealized gains (losses) for the year | (0.89) | (2.63) | 0.62 | 1.39 |
| Total increase (decrease) from operations ⁽²⁾ | (0.10) | (1.29) | 0.55 | 1.78 |
| Distributions: | | | | |
| From net investment income (excluding dividends) | - | - | - | (0.37) |
| From dividends | - | - | - | - |
| From capital gains | - | - | - | - |
| Return of capital | (1.38) | (1.14) | (0.90) | (0.01) |
| Total annual distributions ⁽³⁾ | (1.38) | (1.14) | (0.90) | (0.38) |
| Net assets at December 31st of year shown | 12.41 | 13.44 | 15.74 | 16.15 |

Notes:

⁽¹⁾ This information is derived from the Fund's audited annual financial statements. Periods beginning on or after January 1, 2013 follow International Financial Reporting Standards (IFRS) and prior to January 1, 2013 follow Canadian Generally Accepted Accounting Principles (Canadian GAAP). The net assets attributable to holders of redeemable units per unit presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to financial statements, if applicable.

⁽²⁾ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or re-invested in additional units of the Fund, or both.

*Class F-AA units were first issued on July 31, 2013 at \$15.00.

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Financial Highlights (continued)

| Ratios and Supplemental Data | | | | | |
|--|-------------|-------------|-------------|-------------|-------------|
| Class A* | 2016 | 2015 | 2014 | 2013 | 2012 |
| Total net asset value (000's) ⁽¹⁾ | \$ 45,038 | \$ 123,660 | \$ 189,240 | \$ 197,361 | \$ 196,815 |
| Number of units outstanding ⁽¹⁾ | 18,654,529 | 37,311,038 | 41,087,920 | 36,314,171 | 34,979,740 |
| Management expense ratio ⁽²⁾ | 3.40% | 3.30% | 3.31% | 3.29% | 3.30% |
| Management expense ratio before waivers or absorption ⁽⁵⁾ | 3.43% | 3.30% | 3.31% | 3.43% | 3.38% |
| Trading expense ratio ⁽³⁾ | 0.56% | 0.21% | 0.13% | - | - |
| Portfolio turnover rate ⁽⁴⁾ | 269.77% | 86.80% | 45.30% | 24.50% | 30.64% |
| Net asset value per unit ⁽¹⁾ | \$ 2.41 | \$ 3.31 | \$ 4.61 | \$ 5.43 | \$ 5.63 |
| Class AA** | 2016 | 2015 | 2014 | 2013 | |
| Total net asset value (000's) ⁽¹⁾ | \$ 2,657 | \$ 3,764 | \$ 7,140 | \$ 5,492 | |
| Number of units outstanding ⁽¹⁾ | 223,037 | 286,922 | 457,769 | 338,915 | |
| Management expense ratio ⁽²⁾ | 2.67% | 2.57% | 2.52% | 3.60% | |
| Management expense ratio before waivers or absorption ⁽⁵⁾ | 2.70% | 2.57% | 2.52% | 3.76% | |
| Trading expense ratio ⁽³⁾ | 0.56% | 0.21% | 0.13% | - | |
| Portfolio turnover rate ⁽⁴⁾ | 269.77% | 86.80% | 45.30% | 24.50% | |
| Net asset value per unit ⁽¹⁾ | \$ 11.91 | \$ 13.12 | \$ 15.60 | \$ 16.21 | |
| Class F*** | 2016 | 2015 | 2014 | 2013 | 2012 |
| Total net asset value (000's) ⁽¹⁾ | \$ 972 | \$ 1,665 | \$ 4,694 | \$ 7,521 | \$ 9,770 |
| Number of units outstanding ⁽¹⁾ | 290,384 | 397,829 | 853,220 | 1,204,643 | 1,561,908 |
| Management expense ratio ⁽²⁾ | 2.07% | 1.96% | 1.95% | 1.93% | 1.92% |
| Management expense ratio before waivers or absorption ⁽⁵⁾ | 2.08% | 1.96% | 1.95% | 2.02% | 1.97% |
| Trading expense ratio ⁽³⁾ | 0.56% | 0.21% | 0.13% | - | - |
| Portfolio turnover rate ⁽⁴⁾ | 269.77% | 86.80% | 45.30% | 24.50% | 30.64% |
| Net asset value per unit ⁽¹⁾ | \$ 3.35 | \$ 4.18 | \$ 5.50 | \$ 6.24 | \$ 6.25 |
| Class F-AA**** | 2016 | 2015 | 2014 | 2013 | |
| Total net asset value (000's) ⁽¹⁾ | \$ 56 | \$ 121 | \$ 182 | \$ 69 | |
| Number of units outstanding ⁽¹⁾ | 4,528 | 9,011 | 11,538 | 4,288 | |
| Management expense ratio ⁽²⁾ | 1.36% | 1.24% | 1.30% | 2.39% | |
| Management expense ratio before waivers or absorption ⁽⁵⁾ | 1.37% | 1.24% | 1.30% | 2.49% | |
| Trading expense ratio ⁽³⁾ | 0.56% | 0.21% | 0.13% | - | |
| Portfolio turnover rate ⁽⁴⁾ | 269.77% | 86.80% | 45.30% | 24.50% | |
| Net asset value per unit ⁽¹⁾ | \$ 12.41 | \$ 13.44 | \$ 15.74 | \$ 16.15 | |

Notes:

⁽¹⁾ The information is provided as at December 31st of the year shown.

⁽²⁾ Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽³⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

⁽⁴⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

⁽⁵⁾ Waivers and absorption of certain expenses associated with the Fund are at the Manager's discretion and may be terminated at any time.

*Class A units were first issued on June 24, 2003.

**Class AA units were first issued on July 31, 2013.

***Class F units were first issued on February 7, 2006.

****Class F-AA units were first issued on July 31, 2013.

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Management Fees

The Management fees for each applicable class are calculated daily and are based on the Fund's ending total NAV per class; cumulative daily totals are then paid on a weekly basis. The Manager uses these management fees to pay sales and trailing commissions to registered dealers on the distribution of the Fund units, as well as for the general investment management expenses.

| | Maximum Annual Management Fee Rate (%) | As a percentage of Management fees | |
|------------------|--|------------------------------------|---|
| | | Sales & Trailer Commissions (%) | Investment Advisory and Portfolio Management Services (%) |
| Class A Units | 2.00% | 48.67% | 51.33% |
| Class F Units | 0.75% | 0.00% | 100.00% |
| Class AA Units | 2.00% | 41.90% | 58.10% |
| Class F-AA Units | 0.75% | 0.00% | 100.00% |

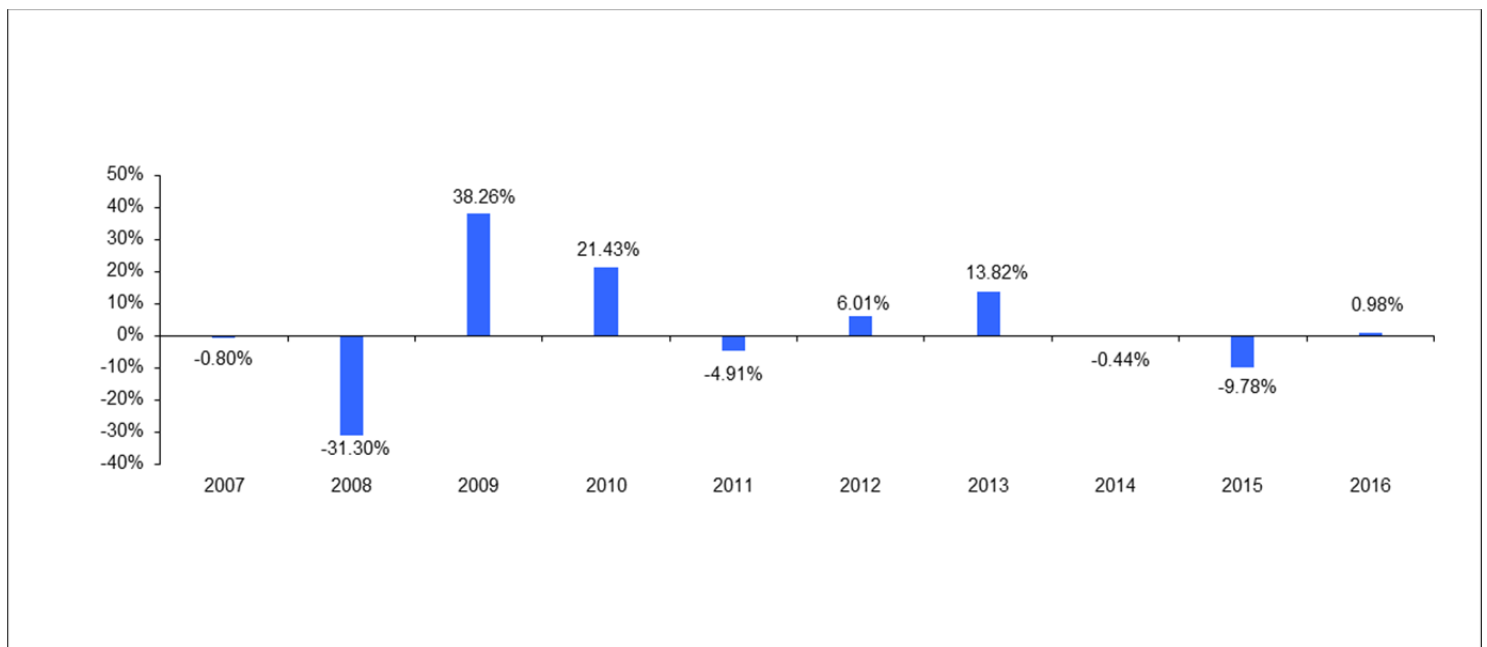
Past Performance

The performance information shown assumes that all distributions made by the Fund in the years shown were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future. Performance differences between classes of units are mainly attributable to management fees charged to each class.

Year-by-Year Returns

The following bar charts show the Fund's annual Class A, F, AA and Class F-AA units performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. In percentage terms, the bar chart shows how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Class A



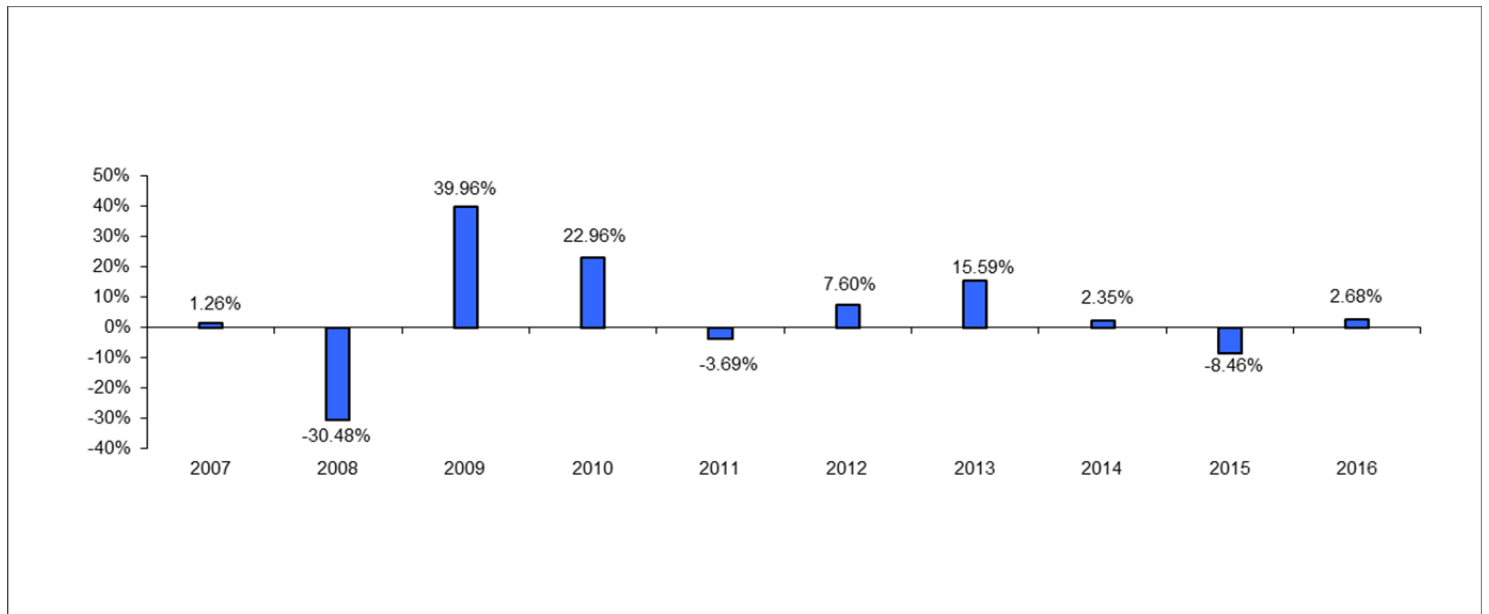
* Inception date for Class A units was June 24, 2003.

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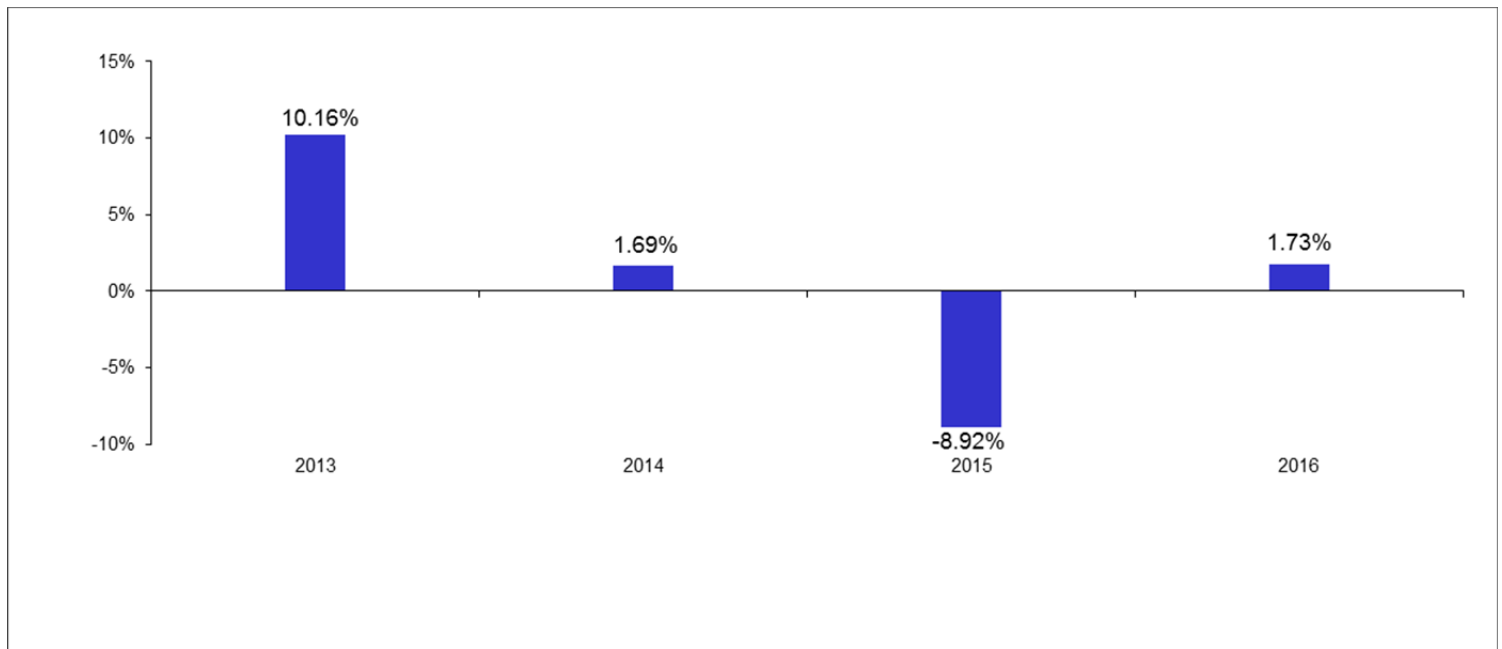
Past Performance (continued)

Class F



* Inception date for Class F units was February 7, 2006.

Class AA



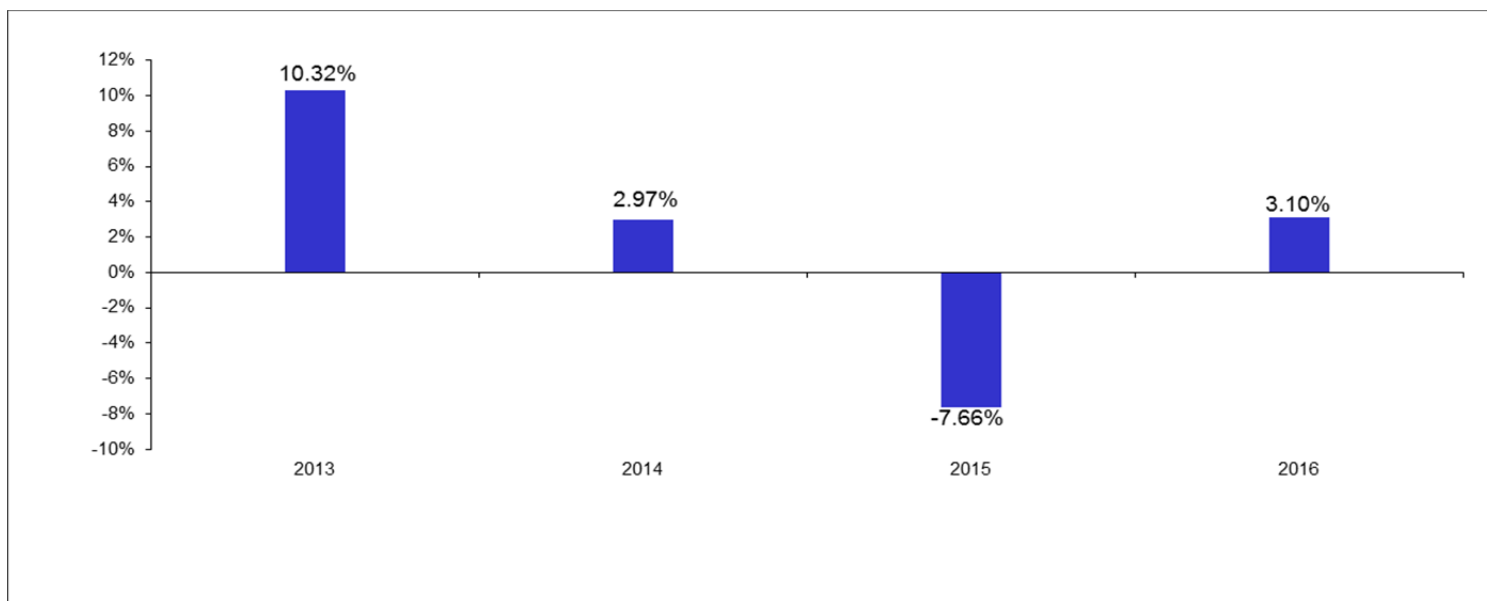
* Inception date for Class AA units was June 30, 2013.

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Past Performance (continued)

Class F-AA



* Inception date for Class F-AA units was June 30, 2013.

Annual Compound Returns

The table below compares the annual compounded performance of the Class A, AA, F and F-AA units of the Fund against the. This index is a market capitalization weighted, total return index comprising of stocks within the S&P/TSX Completion Index. It is calculated in Canadian dollars and is comprised of stock (equity) prices of small and mid-sized capitalized companies. It encompasses a broad spectrum of economic sectors and is a benchmark that is designed to measure equity market performance in Canadian markets. For performance purposes, the index assumes the reinvestment of all dividends.

As the index is made up of a group of securities from various asset classes and market capitalizations, they do not share the same holdings or the same weighted proportions as the Fund and compounded total returns between the two may differ. For greater in-depth discussion regarding the Fund's asset class holdings and performance over the year please see the "Results of Operations – Investment Portfolio" section of the MRFP.

| | 1 Year % | 3 Years % | 5 Years % | 10 Years % | Since Inception % |
|---------------------------------|----------------|-----------------|-----------------|------------------|-------------------------|
| Class A | 1.0% | -2.7% | 2.1% | 2.0% | 4.0% |
| S&P/TSX Composite TR | 21.1% | 7.1% | 8.2% | 4.7% | 8.8% |
| Class AA | 1.7% | -2.0% | - | - | 1.1% |
| S&P/TSX Composite TR | 21.1% | 7.1% | - | - | 9.7% |
| Class F | 2.7% | -1.3% | 3.7% | 3.4% | 3.3% |
| S&P/TSX Composite TR | 21.1% | 7.1% | 8.2% | 4.7% | 5.4% |
| Class F-AA | 3.1% | -0.7% | - | - | 2.3% |
| S&P/TSX Composite TR | 21.1% | 7.1% | - | - | 9.7% |

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Summary of Investment portfolio

The tables below provide information about the investment portfolio of the Fund, including a breakdown of the Fund's portfolio into subgroups and the Top 25 positions held by the Fund as a percentage of NAV.

Total Net Asset Value: \$ 48,723,603

Portfolio Allocation

| | % of Fund's Net Asset Value |
|--------------------------------|--------------------------------|
| Energy | 31.40% |
| Financials | 22.96% |
| Consumer Discretionary | 10.76% |
| Materials | 8.39% |
| Industrials | 7.96% |
| Utilities | 7.05% |
| Information Technology | 3.88% |
| Real Estate | 3.81% |
| Net Other Assets (Liabilities) | 3.38% |
| Fixed Income | 0.32% |
| Healthcare | 0.16% |
| Put Options | -0.02% |
| Call Options | -0.05% |
| | 100.00% |

Top 25 Holdings

| Long Position | % of Fund's Net Asset Value |
|---|--------------------------------|
| 1 Sun Life Financial Inc. | 5.29% |
| 2 Brookfield Infrastructure Partners LP | 4.61% |
| 3 The Bank of Nova Scotia | 4.50% |
| 4 The Toronto-Dominion Bank | 4.01% |
| 5 Altus Group Ltd. | 3.81% |
| 6 Royal Bank of Canada | 3.73% |
| 7 Canadian National Railway Co. | 3.71% |
| 8 Canadian Natural Resources Ltd. | 3.60% |
| 9 Restaurant Brands International Inc. | 3.28% |
| 10 Gildan Activewear Inc. | 3.15% |
| 11 Interfor Corp. | 3.13% |
| 12 TransCanada Corp. | 3.11% |
| 13 Raging River Exploration Inc. | 3.08% |
| 14 Birchcliff Energy Ltd. | 2.94% |
| 15 Advantage Oil & Gas Ltd. | 2.80% |
| 16 TORC Oil & Gas Ltd. | 2.67% |
| 17 Secure Energy Services Inc. | 2.64% |
| 18 Manulife Financial Corp. | 2.45% |
| 19 Crius Energy Trust | 2.44% |
| 20 Thomson Reuters Corp. | 2.41% |
| 21 CGI Group Inc. | 2.31% |
| 22 SNC-Lavalin Group Inc. | 2.08% |
| 23 NuVista Energy Ltd. | 1.86% |
| 24 Cardinal Energy Ltd. | 1.85% |
| 25 Suncor Energy Inc. | 1.80% |
| Long Position as a Percentage of Total Net Asset Value | 77.26% |

MARQUEST MONTHLY PAY FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | For the Year Ended December 31, 2016

Summary of Investment portfolio (continued)

Short Position

| | | |
|---|--|--------|
| 1 | First Quantum Mineral, Call options, Jan 2017, \$15 | 0.00% |
| 2 | TransCanada Corp., Call options, Jan 2017, \$62 | -0.01% |
| 3 | Barrick Gold Corp., Put options, Jan 2017, \$20 | -0.01% |
| 4 | Alimentation Couche Tard Inc., Put options, Jan 2017, \$60 | -0.02% |
| 5 | CGI Group Inc., Call options, Jan 2017, \$64 | -0.03% |

Short Position as a Percentage of Total Net Asset Value

-0.07%

This summary of investment portfolio may change due to the ongoing portfolio transactions of the Fund and a quarterly update is available at www.marquest.ca. The weightings of the positions are calculated based on total NAV of the portfolio as at December 31, 2016. The prospectus and other information of Marquest Monthly Pay Fund are available on the internet www.sedar.com.

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