



MARQUEST MUTUAL FUNDS, INC.
ENERGY SERIES FUND

ANNUAL MANAGEMENT
REPORT OF FUND PERFORMANCE
Year ended December 31, 2016

MARQUEST MUTUAL FUNDS INC. - ENERGY SERIES FUND

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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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. The Fund held less than 25 holdings as at the end of the year.

Total Net Asset Value: \$ 370,225

Portfolio Allocation

	% of Fund's Net Asset Value
Oil & Gas	49.05%
Net Other Assets (Liabilities)	27.73%
Oil & Gas Services	18.42%
Cash	4.80%
	<hr/> 100.00%

Top 25 Holdings

	% of Fund's Net Asset Value
1 Canadian Energy Services & Technology Corp.	6.10%
2 TransCanada Corp.	5.61%
3 Cash	4.80%
4 Kelt Exploration Ltd.	4.71%
5 Keyera Corp.	4.39%
6 Seven Generations Energy Ltd.	4.08%
7 Crew Energy Inc.	3.85%
8 Calfrac Well Services Ltd.	3.76%
9 Paramount Resources Ltd.	3.42%
10 Canyon Services Group Inc.	3.37%
11 Vermilion Energy Inc.	2.79%
12 Painted Pony Petroleum Ltd.	2.74%
13 Athabasca Oil Corp.	2.57%
14 Birchcliff Energy Ltd.	2.53%
15 Whitecap Resources Inc.	2.42%
16 Suncor Energy Inc.	2.37%
17 Spartan Energy Corp.	2.37%
18 Tamarack Valley Energy Ltd.	2.36%
19 Trican Well Service Ltd.	2.35%
20 Ensign Energy Services Inc.	2.28%
21 Savanna Energy Services Corp.	2.27%
22 Birch Lake Energy Inc.	1.13%
23 Golden Coast Energy Corp.	0.00%
	<hr/> 72.27%

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 Fund does not hold short positions. The prospectus and other information of Marquest Mutual Fund Inc. - Energy Series Fund are available on the internet www.sedar.com.

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