MARQUEST COVERED CALL CANADIAN BANKS PLUS FUND

SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

Period ended June 30, 2018

MARQUEST
ASSET MANAGEMENT INC.

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.

MARQUEST COVERED CALL CANADIAN BANKS PLUS FUND

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE | For the Period Ended June 30, 2018

This interim management report of fund performance contains financial highlights but does not contain the complete interim financial statements of Marquest Covered Call Canadian Banks Plus Fund. You can get a copy of the interim financial statements at your request, and at no cost, from the manager 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

Results of Operations

As at June 30, 2018, the Fund's total NAV was $9,806,000, a decrease of 6.33% since the prior year end (December 2017: $10,468,802). The change is primarily due to net redemptions of $115,282, net unrealized depreciation on investments of $714,513, distribution to unitholders of $144,296 and management fees of $85,219.These were partially offset by dividend income of $185,063 and net realized gain on sale of investments of $195,957.

Over the past six months, the Fund's Class A units lost 4.08%. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the other classes, which may vary because of differences in management fees and expenses.

The Canadian financials sub-index saw a modest decline during the first half of the year on the back of a consolidation in global markets. The S&P/TSX Capped Financials Index returned -1.48% during the first half of 2018. Canadian banks EPS growth remained quite strong, averaging 13.00% year over year growth during this period. The implied volatility levels on Canadian Financials were quite muted and below their historical average during the first half of the year, thus impacting the premiums received as part of the Fund's option writing strategy.

The Fund maintained its strategy of writing covered call options strategically on the positions in the portfolio, generating an average annualized option yield of about 2.00%, in addition to the dividends collected by the portfolio.

Recent Developments

Canadian Financials, specifically Banks, continued to post stronger than expected growth due to increasing yields despite decelerating economic data. The Bank of Canada has continued to tighten monetary policy albeit slowly being cautious of risks associated with highly indebted households as well as being cognizant of the possibility of trade related tariffs with its biggest trading partner south of the border. Canadian banks and financials should continue to trade under pressure on the back of macro uncertainty and the potential pullback in Canadian real estate prices. While banks continue to post impressive EPS growth the above catalysts may result in a more normalized earnings growth of 8-10% from the current 13.00%. These conditions should bode quite favorably for the fund since covered call strategies tend to perform better in range bound markets.

Proposed Change of Manager

On June 22, 2018, the manager Marquest Asset Management Inc. and Stone Investment Group Limited announced that the Firms have entered into a binding agreement for Stone to acquire the management contract of the Fund.

The shareholders and/or unitholders of the Funds have passed the resolution to change the Manager to Stone Investment Group Limited on August 27, 2018, however the transaction is still waiting on regulatory approval.

Related Party Transactions

Marquest Asset Management Inc. is the Manager ("the Manager") of the Fund. The Manager is also the trustee of the Fund and is responsible for certain aspects of the day-to-day administration.

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 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 period, $85,219 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 $32,767.

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 period the Manager absorbed $19,985 in expenses of the Fund.

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 four years and the most recent interim period. The information is derived from the Fund's unaudited interim and audited annual financial statements.

Marquest Covered Call Canadian Banks Plus Fund (Class A)**					
Net Assets per Share ($) [1]					
	2018*	**2017**	**2016**	**2015**	**2014**
Net assets, beginning of the year[2]	**9.77**	**9.42**	**8.76**	**9.64**	**10.00**
Increase (decrease) from operations:					
Total revenue	0.17	0.32	0.32	0.57	0.19
Total expenses (excluding distributions)	(0.16)	(0.21)	(0.19)	(0.19)	(0.04)
Realized gains (losses) for the year	0.28	0.51	0.88	0.11	0.03
Unrealized gains (losses) for the year	(0.68)	0.30	0.89	(0.81)	(0.15)
Total increase (decrease) from operations[2]	**(0.39)**	**0.92**	**1.90**	**(0.32)**	**0.03**
Distributions:					
From net investment income (excluding dividends)	-	-	-	-	-
From dividends	(0.04)	(0.05)	(0.08)	(0.10)	(0.06)
From capital gains	(0.09)	(0.43)	(0.81)	(0.37)	(0.18)
Return of capital	-	-	-	(0.02)	-
Total annual distributions[3]	**(0.13)**	**(0.48)**	**(0.89)**	**(0.49)**	**(0.24)**
Net assets at December 31st of year shown	**9.24**	**9.77**	**9.42**	**8.76**	**9.64**

Notes:

[1] This information is derived from the Fund's audited annual and unaudited interim financial statements. 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.

**The financial information is for the six-month period ending June 30, 2018.*

***Class A units were first issued on September 16, 2014 at $10.00.*

Financial Highlights (continued)

Marquest Covered Call Canadian Banks Plus Fund (Class F)**					
Net Assets per Share ($) [1]					
	2018*	**2017**	**2016**	**2015**	**2014**
Net assets, beginning of the year[2]	**9.95**	**9.60**	**8.94**	**9.83**	**10.00**
Increase (decrease) from operations:					
Total revenue	0.17	0.34	0.33	0.57	0.23
Total expenses (excluding distributions)	(0.11)	(0.10)	(0.09)	(0.09)	(0.01)
Realized gains (losses) for the year	0.28	0.50	0.76	0.10	0.05
Unrealized gains (losses) for the year	(0.64)	0.30	0.93	(0.83)	(0.08)
Total increase (decrease) from operations [2]	**(0.30)**	**1.04**	**1.93**	**(0.25)**	**0.19**
Distributions:					
From net investment income (excluding dividends)	-	-	-	-	-
From dividends	(0.07)	(0.13)	(0.13)	(0.13)	(0.08)
From capital gains	(0.09)	(0.48)	(0.89)	(0.31)	(0.18)
Return of capital	-	-	-	(0.15)	-
Total annual distributions [3]	**(0.16)**	**(0.61)**	**(1.02)**	**(0.59)**	**(0.26)**
Net assets at December 31st of year shown	**9.49**	**9.95**	**9.60**	**8.94**	**9.83**

Notes:

[1] This information is derived from the Fund's audited annual and unaudited interim financial statements. 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.

**The financial information is for the six-month period ending June 30, 2018.*

***Class F units were first issued on August 15, 2014 at $10.00.*

Financial Highlights (continued)

Ratios and Supplemental Data					
Class A**	**2018***	**2017**	**2016**	**2015**	**2014**
Total net asset value (000's) [(1)]	$ 9,016	$ 9,619	$ 7,686	$ 1,976	$ 276
Number of units outstanding [(1)]	975,336	984,082	816,071	225,597	28,634
Management expense ratio [(2)]	3.34%	2.13%	1.97%	1.96%	0.78%
Management expense ratio before waivers or absorption [(5)]	3.74%	3.39%	4.28%	9.72%	55.88%
Trading expense ratio [(3)]	0.07%	0.08%	0.09%	0.08%	0.12%
Portfolio turnover rate [(4)]	21.09%	112.24%	225.30%	104.42%	244.11%
Net asset value per unit [(1)]	$ 9.24	$ 9.77	$ 9.42	$ 8.76	$ 9.64
Class F***	**2018***	**2017**	**2016**	**2015**	**2014**
Total net asset value (000's) [(1)]	$ 790	$ 849	$ 493	$ 245	$ 145
Number of units outstanding [(1)]	83,212	85,374	51,305	27,362	14,744
Management expense ratio [(2)]	2.29%	1.00%	0.92%	0.95%	0.16%
Management expense ratio before waivers or absorption	2.57%	1.59%	2.01%	4.72%	11.81%
Trading expense ratio [(3)]	0.07%	0.08%	0.09%	0.08%	0.12%
Portfolio turnover rate [(4)]	21.09%	112.24%	225.30%	104.42%	244.11%
Net asset value per unit [(1)]	$ 9.49	$ 9.95	$ 9.60	$ 8.94	$ 9.83

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.

**The financial information is for the six-month period ending June 30, 2018.*

***Class A units were first issued on September 9, 2014.*

****Class F units were first issued on August 15, 2014.*

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.

		As a percentage of Management fees	
	Maximum Annual Management Fee Rate (%)	**Sales & Trailer Commissions (%)**	**Investment Advisory and Portfolio Management Services (%)**
Class A Units	1.65%	72.26%	27.74%
Class F Units	0.65%	0.00%	100.00%

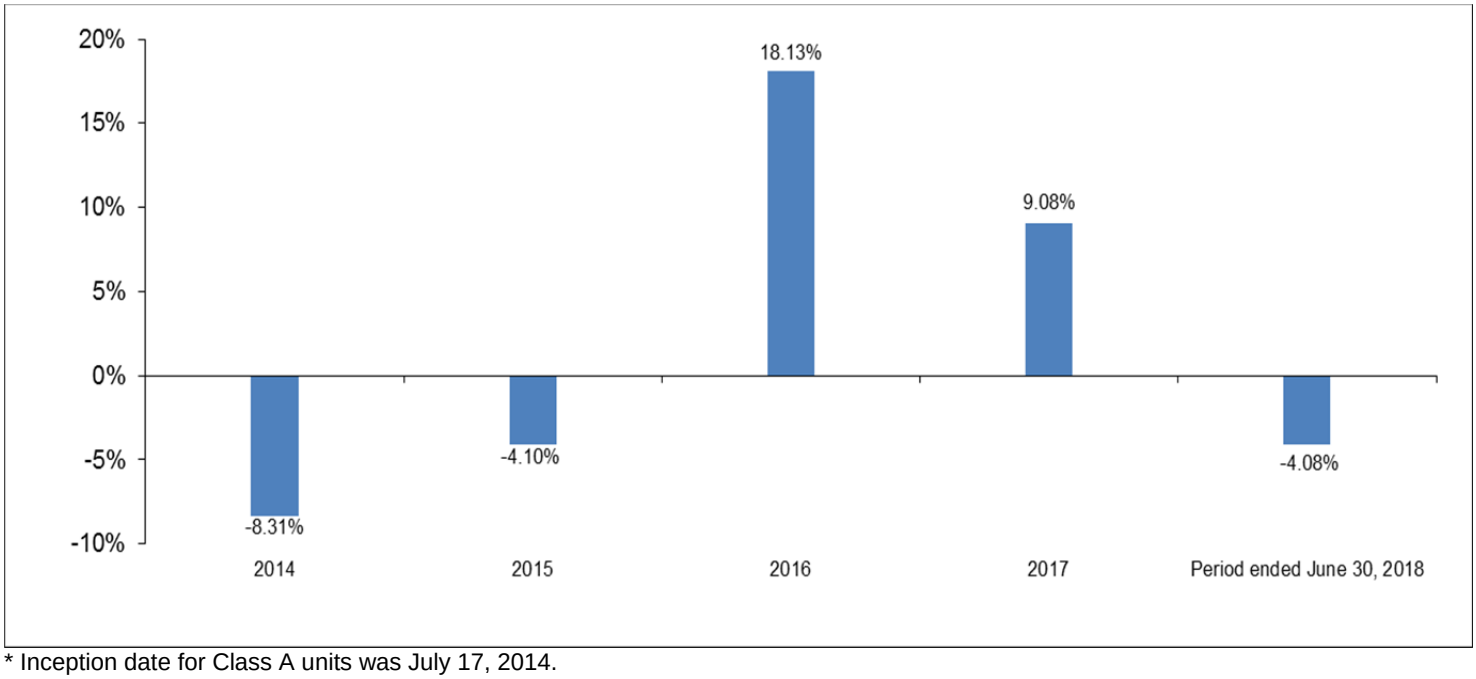
Past Performance

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 chart shows the Fund's annual Class A and Class F 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.

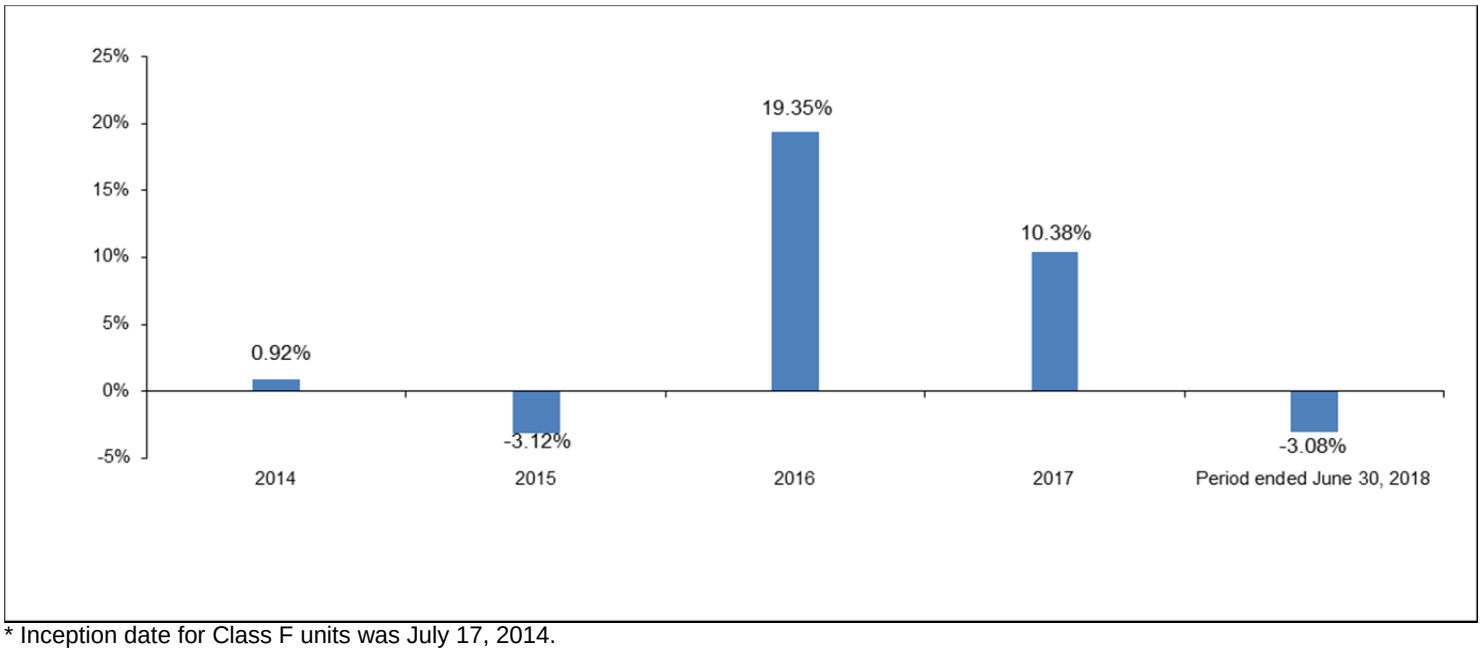
Class A



* Inception date for Class A units was July 17, 2014.

Past Performance (continued)

Class F



* Inception date for Class F units was July 17, 2014.

Summary of Investment portfolio as at June 30, 2018

Total Net Asset Value:	**$ 9,806,000**

Portfolio Allocation

	% of Fund's Net Asset Value
Financials	88.22%
Cash	10.46%
Net Other Assets (Liabilities)	1.61%
Call Options	-0.29%
	100.00%

Top Holdings*

	Long Positions	% of Fund's Net Asset Value
1	Cash	10.46%
2	National Bank of Canada	9.06%
3	Bank of Montreal	8.99%
4	The Toronto-Dominion Bank	8.96%
5	Royal Bank of Canada	8.96%
6	Canadian Imperial Bank of Commerce	8.87%
7	The Bank of Nova Scotia	8.81%
8	Great-West Lifeco Inc.	6.15%
9	Sun Life Financial Inc.	5.43%
10	Manulife Financial Corp.	4.87%
11	Laurentian Bank of Canada	4.64%
12	Intact Financial Corp.	4.59%
13	Industrial Alliance Insurance & Financial Services Inc.	4.48%
14	Power Financial Corp.	4.41%
Top Long Positions as a Percentage of Total Net Asset Value		98.68%
	Short Positions	
1	Bank of Montreal, Call Option, July 2018, $100	-0.11%
2	National Bank of Canada, Call Option, July 2018, $62.5	-0.10%
3	The Toronto-Dominion Bank, Call Option, July 2018, $75	-0.08%
Top Short Positions as a Percentage of Total Net Asset Value		-0.29%

** Represents entire portfolio.*

The investments and percentages shown may change from time to time due to the ongoing portfolio transactions of the Fund. The weightings of the positions are calculated based on the total net asset value of the Fund as at June 30, 2018. To obtain a copy of the most recent annual report, semi-annual report, quarterly report or simplified prospectus of the Fund, please contact a member of our client services team or visit our website at www.marquest.ca or SEDAR at www.sedar.com.

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