

COUNSEL | PORTFOLIO SERVICES

Counsel North American High Yield Bond

INTERIM UNAUDITED FINANCIAL STATEMENTS

For the period ended September 30, 2019

STATEMENTS OF FINANCIAL POSITION

at September 30, 2019 (unaudited) with comparative figures at March 31, 2019 (audited)
(in \$ 000 except per security amounts)

	Sept. 30 2019	Mar. 31 2019
Assets		
Current assets:		
Investments at fair value	76,176	75,045
Cash and cash equivalents	3,499	5,320
Accrued interest receivable	1,193	1,299
Dividends receivable	1	1
Accounts receivable for investments sold	246	310
Accounts receivable for securities issued	89	101
Accounts receivable from the Manager	-	1
Margin with broker	-	-
Derivative assets	121	143
Other assets	-	-
	81,325	82,220
Non-current assets:		
Taxes recoverable	-	-
Other assets	-	-
	-	-
Total assets	81,325	82,220
Liabilities		
Current liabilities:		
Bank indebtedness	-	-
Accounts payable for investments purchased	242	771
Accounts payable for securities redeemed	59	46
Distributions payable	-	-
Accrued expenses and miscellaneous payables	-	-
Dividends payable on investments sold short	-	-
Derivative liabilities	77	88
Taxes payable	-	-
Other liabilities	-	-
Total liabilities	378	905
Net assets attributable to securityholders	80,947	81,315

	Net assets attributable to securityholders			
	per security		per series	
	Sept. 30 2019	Mar. 31 2019	Sept. 30 2019	Mar. 31 2019
Series O	9.92	9.87	80,947	81,315
			80,947	81,315

STATEMENTS OF COMPREHENSIVE INCOME

for the periods ended September 30 (unaudited)
(in \$ 000 except per security amounts)

	2019	2018
Income:		
Dividends	10	15
Interest and other income	2,341	2,518
Net realized gain (loss)	146	(1,431)
Net unrealized gain (loss)	308	1,369
Income (loss) from derivatives	-	-
Income (loss) from short selling	-	-
Securities lending income	-	-
Trust income	-	-
Total income	2,805	2,471
Expenses:		
Management fees	-	-
Management fee rebates	-	-
Administration fees	-	-
Commissions and other portfolio transaction costs	4	3
Independent Review Committee costs	-	-
Interest and other charges	3	-
Expenses before amounts absorbed by Manager	7	3
Expenses absorbed by Manager	-	-
Net expenses	7	3
Increase (decrease) in net assets attributable to securityholders		
from operations before tax	2,798	2,468
Foreign withholding tax expense (recovery)	2	2
Foreign income tax expense (recovery)	-	-
Income tax expense (recovery)	-	-
Increase (decrease) in net assets attributable to securityholders		
from operations	2,796	2,466

	Increase (decrease) in net assets attributable to securityholders from operations			
	per security		per series	
	2019	2018	2019	2018
Series O	0.34	0.31	2,796	2,466
Series R	n/a	0.31	n/a	-
			2,796	2,466

STATEMENTS OF CHANGES IN FINANCIAL POSITION

for the periods ended September 30 (unaudited) (in \$ 000 except when stated)

	TOTAL		SERIES O		SERIES R	
	2019	2018	2019	2018	2019	2018
Net assets attributable to securityholders, beginning of period	81,315	82,670	81,315	82,669	-	1
Increase (decrease) in net assets attributable to securityholders resulting from:						
Operations	2,796	2,466	2,796	2,466	-	-
Distributions:						
Income	(2,367)	(2,482)	(2,367)	(2,482)	-	-
Capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
Management fee rebates	-	-	-	-	-	-
Total distributions	(2,367)	(2,482)	(2,367)	(2,482)	-	-
Security transactions:						
Proceeds from sale of securities	3,130	3,447	3,130	3,447	-	-
Proceeds from securities issued on merger	-	-	-	-	-	-
Reinvested from distributions	2,367	2,482	2,367	2,482	-	-
Payment on redemption of securities	(6,294)	(8,394)	(6,294)	(8,394)	-	-
Total security transactions	(797)	(2,465)	(797)	(2,465)	-	-
Increase (decrease) in assets attributable to securityholders	(368)	(2,481)	(368)	(2,481)	-	-
Net assets attributable to securityholders, end of period	80,947	80,189	80,947	80,188	-	1
Increase (decrease) in securities (in thousands):						
Securities outstanding, beginning of period			8,242	8,431	-	-
Add (deduct):						
Securities sold			315	349	-	-
Securities issued on merger			-	-	-	-
Reinvested from distributions			239	252	-	-
Securities redeemed			(634)	(853)	-	-
Securities outstanding, end of period			8,162	8,179	-	-

STATEMENTS OF CASH FLOWS

for the periods ended September 30 (unaudited) (in \$ 000)

	2019	2018
Cash flows from operating activities		
Increase (decrease) in net assets attributable to securityholders from operations	2,796	2,466
Less non-cash impact of:		
Net realized loss (gain) on investments	(146)	1,431
Change in net unrealized loss (gain) on investments	(308)	(1,369)
Distributions received from Underlying Funds	-	-
Adjustments for:		
Proceeds from sale and maturity of investments	14,191	12,334
Purchases of investments	(15,313)	(12,641)
(Increase) decrease in accounts receivable and other assets	107	(19)
Increase (decrease) in accounts payable and other liabilities	-	-
Net cash provided by (used in) operating activities	1,327	2,202
Cash flows from financing activities:		
Proceeds from securities issued	3,142	3,403
Proceeds from securities issued on merger	-	-
Payments on redemption of securities	(6,281)	(8,413)
Distributions paid net of reinvestments	-	-
Net cash provided by (used in) financing activities	(3,139)	(5,010)
Increase (decrease) in cash and cash equivalents	(1,812)	(2,808)
Cash and cash equivalents at beginning of period	5,320	5,687
Effect of exchange rate fluctuations on cash and cash equivalents	(9)	19
Cash and cash equivalents, end of period	3,499	2,898
Cash	3,499	2,898
Cash equivalents	-	-
Bank indebtedness	-	-
	3,499	2,898
Supplementary disclosures on cash flow from operating activities:		
Dividends received net of withholding taxes	8	13
Interest received net of withholding taxes	2,447	2,451
Interest paid	2	-
Income taxes paid (recovered)	-	-

SCHEDULE OF INVESTMENTS

as at September 30, 2019 (unaudited)

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS						
ABC Supply Co. Inc. 5.88% 05-15-2026 Callable 2021 144A	United States	Corporate	USD	30,000	38	42
Academy Ltd. Term Loan B 1st Lien F/R 07-01-2022	United States	Bank Loans	USD	35,933	48	33
The AES Corp. 4.50% 03-15-2023 Callable 2020	United States	Corporate	USD	45,000	58	61
The AES Corp. 4.88% 05-15-2023 Callable 2019	United States	Corporate	USD	47,000	59	63
The AES Corp. 5.50% 04-15-2025 Callable 2020	United States	Corporate	USD	105,000	126	145
The AES Corp. 5.13% 09-01-2027 Callable 2022	United States	Corporate	USD	270,000	351	381
Air Medical Merger 6.38% 05-15-2023 Callable 2020 144A	United States	Corporate	USD	35,000	42	41
Aker BP ASA 5.88% 03-31-2025 Callable 2021 144A	Norway	Corporate	USD	300,000	408	419
Albertsons Cos. Inc. 7.50% 03-15-2026 Callable 2022 144A	United States	Corporate	USD	90,000	120	134
Allegheny Technologies Inc. 5.95% 01-15-2021 Callable 2020	United States	Corporate	USD	50,000	63	68
Allegheny Technologies Inc. F/R 08-15-2023 Callable 2023	United States	Corporate	USD	145,000	196	208
Allison Transmission Inc. 4.75% 10-01-2027 Callable 2022 144A	United States	Corporate	USD	160,000	197	218
Ally Financial Inc. 5.75% 11-20-2025 Callable 2025	United States	Corporate	USD	155,000	216	230
Ally Financial Inc. 8.00% 11-01-2031	United States	Corporate	USD	425,000	689	779
Alpha 3 BV 6.25% 02-01-2025 Callable 2020 144A	United Kingdom	Corporate	USD	200,000	270	267
Altice SA 7.63% 02-15-2025 Callable 2020 144A	Luxembourg	Corporate	USD	200,000	282	276
AMC Entertainment Holdings Inc. 5.75% 06-15-2025 Callable 2020	United States	Corporate	USD	110,000	148	139
AMC Entertainment Holdings Inc. 5.88% 11-15-2026 Callable	United States	Corporate	USD	40,000	54	48
AMC Entertainment Holdings Inc. 6.13% 05-15-2027 Callable	United States	Corporate	USD	115,000	141	139
American Builders & Contractors Supply Co. Inc. 5.75% 12-15-2023 Callable 2019 144A	United States	Corporate	USD	65,000	91	89
American International Group Inc. 8.18% 05-15-2058 (F/R @ 05-15-2038) Callable 2038	United States	Corporate	USD	75,000	135	132
Amsted Industries Inc. 5.63% 07-01-2027 Callable 2022 144A	United States	Corporate	USD	75,000	101	105
Antero Resources Corp. 5.38% 11-01-2021 Callable	United States	Corporate	USD	50,000	56	64
Antero Resources Corp. 5.13% 12-01-2022 Callable	United States	Corporate	USD	20,000	21	23
Antero Resources Corp. 5.63% 06-01-2023 Callable	United States	Corporate	USD	50,000	64	57
Apergy Corp. 6.38% 05-01-2026 Callable 2021	United States	Corporate	USD	110,000	147	145
ArcelorMittal SA 6.13% 06-01-2025	Luxembourg	Corporate	USD	15,000	15	22
ArcelorMittal SA 7.00% 10-15-2039	Luxembourg	Corporate	USD	185,000	272	296
Ardagh Packaging Finance PLC 5.25% 08-15-2027 Callable 2022 144A	Ireland	Corporate	USD	200,000	265	269
Ascend Learning LLC Term Loan B 1st Lien F/R 07-12-2024	United States	Bank Loans	USD	149,290	195	197
Ascend Learning LLC 6.88% 08-01-2025 144A	United States	Corporate	USD	140,000	182	193
Ascent Resources Utica Holdings LLC 10.00% 04-01-2022 Callable 2020 144A	United States	Corporate	USD	123,000	174	163
Ascent Resources Utica Holdings LLC 7.00% 11-01-2026 Callable 2021 144A	United States	Corporate	USD	35,000	45	39
ASP AMC Merger Sub Inc. Term Loan 1st Lien F/R 04-22-2024	United States	Bank Loans	USD	113,172	146	122
ASP AMC Merger Sub Inc. 8.00% 05-15-2025 Callable 2020 144A	United States	Corporate	USD	100,000	126	92
Asurion LLC Term Loan B2 2nd Lien F/R 08-04-2025	United States	Bank Loans	USD	120,000	155	162
ATS Automation Tooling Systems Inc. 6.50% 06-15-2023 Callable 2019 144A	Canada	Corporate	USD	185,000	252	253
Avaya Inc. Term Loan B 1st Lien F/R 12-15-2024	United States	Bank Loans	USD	157,065	197	198
Banff Merger Sub Inc. 9.75% 09-01-2026 Callable 2021 144A	United States	Corporate	USD	175,000	228	222
Bank of America Corp. 6.10% 03-17-2025 Callable Series AA	United States	Corporate	USD	20,000	28	29
Bank of America Corp. 6.50% 12-31-2049 Callable 2024	United States	Corporate	USD	40,000	58	59
Bausch Health Cos Inc. 6.50% 03-15-2022 Callable 2019 144A	United States	Corporate	USD	75,000	101	103
Bausch Health Cos Inc. 4.50% 05-05-2023 Callable 2019	United States	Corporate	EUR	100,000	149	146
Bausch Health Cos Inc. 7.00% 03-15-2024 Callable 2020 144A	United States	Corporate	USD	160,000	217	223
Bausch Health Cos Inc. 5.50% 11-01-2025 Callable 144A	United States	Corporate	USD	25,000	32	35
Bausch Health Cos Inc. 9.00% 12-15-2025 Callable 2021	United States	Corporate	USD	225,000	289	335
Bausch Health Cos Inc. 9.25% 04-01-2026 Callable 2022 144A	United States	Corporate	USD	100,000	128	151
Bausch Health Cos Inc. 8.50% 01-31-2027 Callable 2022 144A	United States	Corporate	USD	125,000	162	186
Bausch Health Cos Inc. 5.75% 08-15-2027 Callable 2022 144A	United States	Corporate	USD	35,000	46	50
Bausch Health Cos Inc. 7.00% 01-15-2028 Callable 2023 144A	United States	Corporate	USD	50,000	67	71
Bausch Health Cos Inc. 7.25% 05-30-2029 Callable 2024 144A	United States	Corporate	USD	95,000	128	138
Baytex Energy Corp. 5.63% 06-01-2024 Callable 2019 144A	Canada	Corporate	USD	50,000	61	62
Beacon Escrow Corp. 4.88% 11-01-2025 Callable 2020 144A	United States	Corporate	USD	95,000	119	124
Beacon Roofing Supply Inc. 6.38% 10-01-2023 Callable	United States	Corporate	USD	85,000	119	116
Beacon Roofing Supply Inc. 4.50% 11-15-2026	United States	Corporate	USD	40,000	53	54
Berry Global Escrow Corp. 5.63% 07-15-2027 Callable 2022 144A	United States	Corporate	USD	50,000	67	69
Berry Global Inc. 4.50% 02-15-2026 Callable 2021 144A	United States	Corporate	USD	100,000	124	131
Big River Steel LLC 7.25% 09-01-2025 Callable 2020 144A	United States	Corporate	USD	215,000	281	302
BMC East LLC 5.50% 10-01-2024 Callable 2019 144A	United States	Corporate	USD	165,000	218	228
Boise Cascade Co. 5.63% 09-01-2024 Callable 2019 144A	United States	Corporate	USD	210,000	277	288
Bombardier Inc. 8.75% 12-01-2021 144A	Canada	Corporate	USD	45,000	62	65
Bombardier Inc. 7.50% 12-01-2024 Callable 2020 144A	Canada	Corporate	USD	170,000	229	227
Bombardier Inc. 7.88% 04-15-2027 Callable 2022 144A	Canada	Corporate	USD	115,000	151	152
Boyd Gaming Corp. 6.38% 04-01-2026 Callable 2021	United States	Corporate	USD	70,000	95	98
Boyd Gaming Corp. 6.00% 08-15-2026 Callable 2021	United States	Corporate	USD	50,000	65	70
Brand Energy & Infrastructure Services Inc. Term Loan 1st Lien F/R 06-21-2024	United States	Bank Loans	USD	235,393	304	305
Brand Energy & Infrastructure Services Inc. 8.50% 07-15-2025 Callable 2020 144A	United States	Corporate	USD	150,000	199	178
Briggs & Stratton Corp. 6.88% 12-15-2020	United States	Corporate	USD	140,000	208	190
Brookfield Residential Properties Inc. 6.50% 12-15-2020 Callable 144A	Canada	Corporate	USD	115,000	153	152
Brookfield Residential Properties Inc. 6.25% 09-15-2027 Callable 2022 144A	Canada	Corporate	USD	50,000	66	67
Builders FirstSource Inc. 5.63% 09-01-2024 Callable 2019 144A	United States	Corporate	USD	99,000	131	137
Builders FirstSource Inc. 6.75% 06-01-2027 Callable 2022 144A	United States	Corporate	USD	80,000	109	114

*Par value of bonds is stated in Canadian dollars unless otherwise noted.

SCHEDULE OF INVESTMENTS (continued)

as at September 30, 2019 (unaudited)

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (continued)						
Building Materials Corp. of America 5.38% 11-15-2024 Callable 2019 144A	United States	Corporate	USD	95,000	133	130
Building Materials Corp. 6.00% 10-15-2025 Callable 2020 144A	United States	Corporate	USD	30,000	42	42
BWAY Corp. Term Loan B 1st Lien F/R 04-03-2024	United States	Bank Loans	USD	129,923	168	169
BWAY Holding Co. 5.50% 04-15-2024 Callable 2020 144A	United States	Corporate	USD	75,000	99	102
BWAY Holding Co. 7.25% 04-15-2025 144A	United States	Corporate	USD	190,000	251	241
California Resources Corp. Term Loan 1st Lien F/R 12-31-2021	United States	Bank Loans	USD	80,000	115	93
California Resources Corp. Term Loan 1st Lien F/R 11-17-2022	United States	Bank Loans	USD	105,000	135	124
California Resources Corp. 8.00% 12-15-2022 Callable 2019 144A	United States	Corporate	USD	60,000	56	40
Calpine Corp. 5.88% 01-15-2024 Callable 2019 144A	United States	Corporate	USD	15,000	21	20
Calpine Corp. 5.75% 01-15-2025 Callable 2019	United States	Corporate	USD	140,000	171	190
Calpine Corp. 5.25% 06-01-2026 Callable 2021 144A	United States	Corporate	USD	220,000	276	302
Carriage Services Inc. 6.63% 06-01-2026 Callable 2021 144A	United States	Corporate	USD	100,000	128	136
CBS Radio Inc. 7.25% 11-01-2024 Callable 2019 144A	United States	Corporate	USD	120,000	157	165
CCO Holdings LLC 5.75% 02-15-2026	United States	Corporate	USD	200,000	264	280
CCO Holdings LLC 5.50% 05-01-2026 Callable 2021 144A	United States	Corporate	USD	145,000	191	201
CCO Holdings LLC 5.00% 02-01-2028 Callable 2022 144A	United States	Corporate	USD	85,000	118	117
CCO Holdings LLC 5.38% 06-01-2029 Callable 2024 144A	United States	Corporate	USD	650,000	894	917
CEC Entertainment Inc. Term Loan B 1st Lien F/R 08-15-2026	United States	Bank Loans	USD	170,000	217	221
Cemex SAB de CV 6.13% 05-05-2025 Callable 2020 144A	Mexico	Corporate	USD	275,000	336	379
Centene Energy Inc. 6.75% 11-15-2039 Callable	Canada	Corporate	USD	85,000	120	138
Centene Corp. 4.75% 05-22-2021 Callable	United States	Corporate	USD	65,000	86	88
Centene Escrow Corp. 6.13% 02-15-2024 Callable 2019	United States	Corporate	USD	120,000	166	166
Centene Escrow I Corp. 5.38% 06-01-2026 Callable 2021 144A	United States	Corporate	USD	160,000	217	222
CenturyLink Inc. Term Loan B 1st Lien F/R 01-31-2025	United States	Bank Loans	USD	94,759	124	125
CF Industries Inc. 4.95% 06-01-2043	United States	Corporate	USD	160,000	182	209
The Chemours Co. 6.63% 05-15-2023 Callable	United States	Corporate	USD	45,000	52	59
The Chemours Co. 7.00% 05-15-2025 Callable 2020	United States	Corporate	USD	70,000	84	88
The Chemours Co. 5.38% 05-15-2027 Callable 2027	United States	Corporate	USD	55,000	74	63
Cheniere Corpus Christi Holdings LLC 5.88% 03-31-2025	United States	Corporate	USD	125,000	172	184
Cheniere Corpus Christi Holdings LLC 5.13% 06-30-2027	United States	Corporate	USD	195,000	264	283
Chesapeake Energy Corp. 5.75% 03-15-2023	United States	Corporate	USD	25,000	31	25
Chesapeake Energy Corp. 8.00% 01-15-2025 Callable 2020	United States	Corporate	USD	150,000	194	144
Chesapeake Energy Corp. 8.00% 06-15-2027 Callable	United States	Corporate	USD	45,000	61	41
CHS/Community Health Systems Inc. 6.88% 02-01-2022 Callable 2020	United States	Corporate	USD	113,000	130	113
CHS/Community Health Systems Inc. 6.25% 03-31-2023 Callable	United States	Corporate	USD	475,000	595	626
CHS/Community Health Systems Inc. 8.13% 06-30-2024 Callable 144A	United States	Corporate	USD	80,000	98	85
CHS/Community Health Systems Inc. 8.00% 03-15-2026 Callable 2022 144A	United States	Corporate	USD	50,000	63	66
Cinemark USA Inc. 5.13% 12-15-2022 Callable	United States	Corporate	USD	40,000	55	54
Cinemark USA Inc. 4.88% 06-01-2023 Callable 2019	United States	Corporate	USD	110,000	145	148
CIT Group Inc. 5.00% 08-15-2022 Callable	United States	Corporate	USD	50,000	71	70
CIT Group Inc. 5.00% 08-01-2023	United States	Corporate	USD	130,000	178	184
CIT Group Inc. 5.25% 03-07-2025 Callable 2024	United States	Corporate	USD	95,000	126	138
Clean Harbors Inc. 4.88% 07-15-2027 Callable 2022 144A	United States	Corporate	USD	70,000	94	97
Clean Harbors Inc. 5.13% 07-15-2029 Callable 2024 144A	United States	Corporate	USD	40,000	54	56
Clear Channel Outdoor Holdings Inc. Term Loan B 1st Lien F/R 08-09-2026	United States	Bank Loans	USD	125,000	165	166
Clear Channel Worldwide Holdings Inc. 9.25% 02-15-2024 Callable 2021 144A	United States	Corporate	USD	63,000	84	92
Clear Channel Worldwide Holdings Inc. 5.13% 08-15-2027 Callable 2022 144A	United States	Corporate	USD	70,000	92	97
CNO Financial Group Inc. 5.25% 05-30-2025 Callable	United States	Corporate	USD	115,000	154	166
CNO Financial Group Inc. 5.25% 05-30-2029 Callable 2029	United States	Corporate	USD	95,000	129	138
CommScope Technologies LLC 6.00% 06-15-2025 Callable 2020 144A	United States	Corporate	USD	85,000	115	102
CommScope Technologies Finance LLC 5.50% 03-01-2024 Callable 2021 144A	United States	Corporate	USD	30,000	40	41
CommScope Technologies Finance LLC 6.00% 03-01-2026 Callable 2022 144A	United States	Corporate	USD	45,000	61	62
Compass Minerals International Inc. 4.88% 07-15-2024 Callable 2024 144A	United States	Corporate	USD	200,000	256	261
Comstock Escrow Corp. 9.75% 08-15-2026 Callable 2021	United States	Corporate	USD	45,000	57	50
Constellation Merger Sub Inc. 8.50% 09-15-2025 Callable 2020 144A	United States	Corporate	USD	250,000	312	282
Constellium NV 6.63% 03-01-2025 Callable 2020 144A	Netherlands	Corporate	USD	250,000	309	345
Continental Resources Inc. 5.00% 09-15-2022 Callable	United States	Corporate	USD	5,000	6	7
Cortes NP Acquisition Corp. 9.25% 10-15-2024 Callable 2019 144A	United States	Corporate	USD	60,000	77	77
Cortes NP Intermediate Holdings II Corp. Term Loan B 1st Lien 11-30-2023	United States	Bank Loans	USD	125,000	160	158
Covey Park Energy LLC 7.50% 05-15-2025 Callable 2020 144A	United States	Corporate	USD	195,000	254	210
CPG International Inc. Term Loan 1st Lien F/R 05-05-2024	United States	Bank Loans	USD	175,945	230	232
CPG Merger Sub LLC 8.00% 10-01-2021 Callable 144A	United States	Corporate	USD	45,000	59	60
CRC Escrow Issuer LLC 5.25% 10-15-2025 Callable 2020 144A	United States	Corporate	USD	205,000	256	278
Credit Acceptance Corp. 7.38% 03-15-2023 Callable	United States	Corporate	USD	15,000	21	21
Credit Acceptance Corp. 6.63% 03-15-2026 Callable 2022	United States	Corporate	USD	50,000	67	71
Credit Suisse Group AG 6.25% 12-29-2049 Callable 2024 144A	Switzerland	Corporate	USD	200,000	260	281
Crown Americas LLC 4.75% 02-01-2026 Callable 2021	United States	Corporate	USD	170,000	213	236
Crown Cork & Seal Co. Inc. 7.38% 12-15-2026	United States	Corporate	USD	35,000	51	56
Crown Financial Group Inc. Term Loan B 1st Lien F/R 02-28-2025	United States	Bank Loans	USD	57,805	75	76
CSC Holdings LLC 6.75% 11-15-2021 Callable	United States	Corporate	USD	235,000	322	336
CSC Holdings LLC 5.13% 12-15-2021 Callable	United States	Corporate	USD	235,000	298	311
CSC Holdings LLC 5.25% 06-01-2024	United States	Corporate	USD	310,000	388	441

*Par value of bonds is stated in Canadian dollars unless otherwise noted.

SCHEDULE OF INVESTMENTS (continued)

as at September 30, 2019 (unaudited)

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ '000)	Fair Value (\$ '000)
BONDS (continued)						
CSC Holdings LLC 7.75% 07-15-2025 Callable 2020 144A	United States	Corporate	USD	200,000	269	285
CSC Holdings LLC 7.50% 04-01-2028 Callable 2023 144A	United States	Corporate	USD	200,000	265	299
DCP Midstream Operating LP 6.75% 09-15-2037	United States	Corporate	USD	125,000	172	175
Denbury Resources Inc. 9.00% 05-15-2021 Callable 144A	United States	Corporate	USD	88,000	113	110
Diamond (BC) BV Term Loan 1st Lien F/R 09-06-2024	United States	Bank Loans	USD	44,734	57	57
Diamond 1 Finance Corp. 7.13% 06-15-2024 Callable 2019 144A	United States	Corporate	USD	145,000	204	203
Diamond 1 Finance Corp. 6.02% 06-15-2026 Callable 2026 144A	United States	Corporate	USD	440,000	613	656
Diamond Sports Group LLC 5.38% 08-15-2026 Callable 2022 144A	United States	Corporate	USD	195,000	259	268
Diamond Sports Group LLC 6.63% 08-15-2027 Callable 2022 144A	United States	Corporate	USD	195,000	262	268
Diamondback Energy Inc. 5.38% 05-31-2025 Callable	United States	Corporate	USD	255,000	337	353
Digicel Group Ltd. 6.75% 03-01-2023 Callable 2019	Jamaica	Corporate	USD	200,000	231	127
DISH DBS Corp. 5.88% 11-15-2024	United States	Corporate	USD	325,000	376	426
DISH Network Corp. 3.38% 08-15-2026 Conv.	United States	Corporate	USD	52,000	69	63
Dynegy Inc. 8.13% 01-30-2026 Callable 2020 144A	United States	Corporate	USD	205,000	277	291
Eagle Holding Co. II LLC 7.75% 05-15-2022 Callable 2019 144A	United States	Corporate	USD	30,000	40	40
Eldorado Resorts Inc. 7.00% 08-01-2023 Callable 2019	United States	Corporate	USD	25,000	34	35
Eldorado Resorts Inc. 6.00% 09-15-2026	United States	Corporate	USD	20,000	26	29
Endeavor Energy Resources LP 5.75% 01-30-2028 Callable 2023 144A	United States	Corporate	USD	185,000	238	261
Endo Finance LLC 6.00% 02-01-2025 Callable 2020 144A	United States	Corporate	USD	200,000	271	157
Energizer Holdings Inc. 6.38% 07-15-2026 Callable 2021 144A	United States	Corporate	USD	35,000	47	50
Energizer Holdings Inc. 7.75% 01-15-2027 Callable 2022 144A	United States	Corporate	USD	10,000	13	15
Energy Transfer LP 5.88% 01-15-2024	United States	Corporate	USD	205,000	269	302
Energy Transfer Partners LP F/R 02-15-2166 Perpetual Callable 2028	United States	Corporate	USD	190,000	242	238
Entercom Communications Corp. 6.50% 05-01-2027 Callable 2022 144A	United States	Corporate	USD	115,000	157	159
EP Energy LLC 7.75% 05-15-2026 Callable 2021 144A	United States	Corporate	USD	55,000	71	55
Equinix Inc. 5.88% 01-15-2026 Callable 2021	United States	Corporate	USD	35,000	46	49
Equinix Inc. 5.38% 05-15-2027 Callable 2022	United States	Corporate	USD	260,000	351	372
ESH Hospitality Inc. 5.25% 05-01-2025 Callable 2020 144A	United States	Corporate	USD	90,000	116	123
Fairfax Financial Holdings Ltd. 4.85% 04-17-2028 Callable 2028	Canada	Corporate	USD	65,000	82	93
Financial & Risk US Holdings Inc. Term Loan B 1st Lien F/R 10-01-2025	United States	Bank Loans	USD	327,675	423	436
Financial & Risk US Holdings Inc. 6.25% 05-15-2026 Callable 2021 144A	United States	Corporate	USD	45,000	59	64
First Quantum Minerals Ltd. 7.00% 02-15-2021 Callable 2018 144A	Canada	Corporate	USD	17,000	23	23
Freedom Mortgage Corp. 8.13% 11-15-2024 Callable 2020 144A	United States	Corporate	USD	90,000	116	111
Freedom Mortgage Corp. 8.25% 04-15-2025 Callable 2021 144A	United States	Corporate	USD	90,000	115	110
Freeport-McMoRan Inc. 5.45% 03-15-2043 Callable 2042	United States	Corporate	USD	55,000	64	66
The Fresh Market Inc. 9.75% 05-01-2023 Callable 2019 144A	United States	Corporate	USD	65,000	75	48
Frontier Communications Corp. 11.00% 09-15-2025 Callable 2025	United States	Corporate	USD	185,000	170	113
Frontier Communications Corp. 8.50% 04-01-2026 Callable 2021 144A	United States	Corporate	USD	190,000	243	252
FTS International Inc. Term Loan 1st Lien F/R 04-16-2021	United States	Bank Loans	USD	32,593	40	43
Gartner Inc. 5.13% 04-01-2025 Callable 2020 144A	United States	Corporate	USD	140,000	189	194
Gates Global LLC 6.00% 07-15-2022 Callable 144A	United States	Corporate	USD	73,000	79	97
GCP Applied Technologies Inc. 5.50% 04-15-2026 Callable 2021 144A	United States	Corporate	USD	275,000	353	374
GFL Environmental Inc. Term Loan B 1st Lien F/R 05-31-2025	Canada	Bank Loans	USD	139,195	182	183
GFL Environmental Inc. 7.00% 06-01-2026 Callable 2021 144A	Canada	Corporate	USD	190,000	244	266
GFL Environmental Inc. 8.50% 05-01-2027 Callable 2022 144A	Canada	Corporate	USD	125,000	169	184
GLP Capital LP/GLP Financing II Inc. 5.25% 06-01-2025	United States	Corporate	USD	95,000	122	139
GLP Capital LP/GLP Financing II Inc. 5.38% 04-15-2026	United States	Corporate	USD	175,000	234	255
Go Daddy Operating Co. LLC 5.25% 12-01-2027 Callable 2022 144A	United States	Corporate	USD	50,000	68	70
goeasy Ltd. 7.88% 11-01-2022 Callable 2019 144A	Canada	Corporate	USD	110,000	148	152
Golden Nugget Inc. 8.75% 10-01-2025 Callable 2020 144A	United States	Corporate	USD	145,000	184	201
Gray Escrow Inc. 7.00% 05-15-2027 Callable 2022 144A	United States	Corporate	USD	180,000	240	262
Great Lakes Dredge & Dock Corp. 8.00% 05-15-2022	United States	Corporate	USD	195,000	264	276
Greif Inc. 6.50% 03-01-2027 Callable 2022 144A	United States	Corporate	USD	165,000	221	232
Hanesbrands Inc. 4.63% 05-15-2024 Callable 2024 144A	United States	Corporate	USD	75,000	96	105
HCA Holdings Inc. 5.25% 06-15-2026 Callable 2025	United States	Corporate	USD	55,000	74	81
HCA Inc. 5.00% 03-15-2024	United States	Corporate	USD	105,000	143	152
HCA Inc. 5.63% 09-01-2028 Callable 2028	United States	Corporate	USD	195,000	279	288
Hess Infrastructure Partners LP 5.63% 02-15-2026 Callable 2021 144A	United States	Corporate	USD	190,000	245	263
Hilton Worldwide Finance LLC 4.88% 04-01-2027 Callable 2022	United States	Corporate	USD	200,000	268	279
Holly Energy Partners LP 6.00% 08-01-2024 Callable 2019 144A	United States	Corporate	USD	200,000	266	277
Hologic Inc. 4.38% 10-15-2025 Callable 2020 144A	United States	Corporate	USD	55,000	72	75
Houston Fuel Oil Terminal Co. LLC (HFOTCO) Term Loan B 1st Lien F/R 06-19-2025	United States	Bank Loans	USD	158,000	209	209
Howard Hughes Corp. 5.38% 03-15-2025 Callable 2020 144A	United States	Corporate	USD	155,000	207	214
Hub International Ltd. 7.00% 05-01-2026 Callable 2021 144A	United States	Corporate	USD	115,000	147	157
HudBay Minerals Inc. 7.63% 01-15-2025 Callable 2020 144A	Canada	Corporate	USD	100,000	137	135
Icahn Enterprises LP 6.25% 02-01-2022 Callable 2019	United States	Corporate	USD	50,000	66	68
Icahn Enterprises LP 6.75% 02-01-2024 Callable 2020	United States	Corporate	USD	165,000	218	228
Icahn Enterprises LP 4.75% 09-15-2024	United States	Corporate	USD	60,000	80	79
Icahn Enterprises LP 6.25% 05-15-2026 Callable 2022 144A	United States	Corporate	USD	105,000	143	146
iHeartCommunications Inc. Term Loan EXIT 1st Lien F/R 05-01-2026	United States	Bank Loans	USD	40,566	71	54
iHeartCommunications Inc. 6.38% 05-01-2026	United States	Corporate	USD	91,760	134	132
iHeartCommunications Inc. 8.38% 05-01-2027	United States	Corporate	USD	116,316	173	167

*Par value of bonds is stated in Canadian dollars unless otherwise noted.

SCHEDULE OF INVESTMENTS (continued)

as at September 30, 2019 (unaudited)

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (continued)						
IHS Markit Ltd. 4.75% 02-15-2025 Callable 2024 144A	United States	Corporate	USD	95,000	127	137
IHS Markit Ltd. 4.00% 03-01-2026 Callable 2025 144A	United States	Corporate	USD	20,000	26	28
IHS Markit Ltd. 4.75% 08-01-2028 Callable 2028	United States	Corporate	USD	105,000	148	155
Indigo Natural Resources LLC 6.88% 02-15-2026 144A	United States	Corporate	USD	120,000	150	144
Infor (US) Inc. Term Loan B6 1st Lien F/R 02-01-2022	United States	Bank Loans	USD	119,588	156	159
Infor (US) Inc. 6.50% 05-15-2022 Callable 2019	United States	Corporate	USD	115,000	146	155
Ingevity Corp. 4.50% 02-01-2026 Callable 2021 144A	United States	Corporate	USD	185,000	232	245
Installed Building Products Inc. 5.75% 02-01-2028	United States	Corporate	USD	20,000	26	27
Intelsat Connect Finance SA 9.50% 02-15-2023 Callable 2020 144A	Luxembourg	Corporate	USD	255,000	328	313
Intelsat Jackson Holdings SA 9.75% 07-15-2025 Callable 2021 144A	Luxembourg	Corporate	USD	355,000	457	493
Iron Mountain Inc. 4.88% 09-15-2027 Callable 2022 144A	United States	Corporate	USD	130,000	161	176
Iron Mountain Inc. 5.25% 03-15-2028 Callable 2022 144A	United States	Corporate	USD	105,000	131	144
iStar Inc. 5.25% 09-15-2022 Callable 2019	United States	Corporate	USD	35,000	43	47
iStar Inc. 4.75% 10-01-2024	United States	Corporate	USD	130,000	172	176
Itron Inc. 5.00% 01-15-2026 Callable 2021 144A	United States	Corporate	USD	155,000	196	212
Jaguar Holding Co. I/Jaguar Merger Sub Inc. 6.38% 08-01-2023 Callable 2019 144A	United States	Corporate	USD	110,000	148	151
James Hardie International Finance Ltd. 5.00% 01-15-2028 Callable 2023 144A	Ireland	Corporate	USD	200,000	256	275
Jeld-Wen Inc. 4.63% 12-15-2025 Callable 2020 144A	United States	Corporate	USD	50,000	64	66
Jeld-Wen Inc. 4.88% 12-15-2027 Callable 2022 144A	United States	Corporate	USD	90,000	114	119
Jo-Ann Stores LLC Term Loan B 1st Lien F/R 10-16-2023	United States	Bank Loans	USD	62,744	78	58
Jo-Ann Stores LLC Term Loan 2nd Lien F/R 05-02-2024	United States	Bank Loans	USD	124,360	158	55
Joseph T. Ryerson & Son Inc. 11.00% 05-15-2022 Callable 2019 144A	United States	Corporate	USD	50,000	64	70
Keane Group Holdings LLC Term Loan B 1st Lien F/R 05-18-2025	United States	Bank Loans	USD	-	-	-
KFC Holding Co. 5.00% 06-01-2024 Callable 2019 144A	United States	Corporate	USD	60,000	79	82
KFC Holding Co. 5.25% 06-01-2026 Callable 2021 144A	United States	Corporate	USD	165,000	218	231
KFC Holding Co. 4.75% 06-01-2027 Callable 2022 144A	United States	Corporate	USD	115,000	149	159
Kraton Polymers LLC 7.00% 04-15-2025 Callable 2020 144A	United States	Corporate	USD	165,000	221	229
Lamb Weston Holdings Inc. 4.63% 11-01-2024 Callable 2021 144A	United States	Corporate	USD	25,000	33	35
Lamb Weston Holdings Inc. 4.88% 11-01-2026 Callable 2021 144A	United States	Corporate	USD	185,000	248	258
Landry's Inc. 6.75% 10-15-2024 Callable 2019 144A	United States	Corporate	USD	210,000	270	282
Lennar Corp. 5.88% 11-15-2024 Callable 2024	United States	Corporate	USD	30,000	40	44
Level 3 Financing Inc. 5.63% 02-01-2023 Callable	United States	Corporate	USD	60,000	79	80
Level 3 Financing Inc. 5.25% 03-15-2026 Callable 2021	United States	Corporate	USD	255,000	325	352
Level 3 Financing Inc. 4.63% 09-15-2027 Callable 2022 144A	United States	Corporate	USD	50,000	66	67
LG FinanceCo Corp. 5.88% 11-01-2024 Callable 2019 144A	United States	Corporate	USD	165,000	221	228
Lions Gate Capital Holdings LLC 6.38% 02-01-2024 Callable 2021 144A	United States	Corporate	USD	100,000	134	140
Live Nation Entertainment Inc. 4.88% 11-01-2024 Callable 2019 144A	United States	Corporate	USD	65,000	85	89
Live Nation Entertainment Inc. 5.63% 03-15-2026 Callable 2021 144A	United States	Corporate	USD	110,000	144	155
Lloyds Banking Group PLC Perpetual 4.50% 06-27-2024	United Kingdom	Corporate	USD	200,000	261	284
Louisiana-Pacific Corp. 4.88% 09-15-2024 Callable 2019	United States	Corporate	USD	110,000	142	149
Lower Cadence Holdings LLC Term Loan B 1st Lien F/R 05-10-2026	United States	Bank Loans	USD	72,818	97	94
LPL Holdings Inc. 5.75% 09-15-2025 Callable 2020	United States	Corporate	USD	210,000	275	290
Mallinckrodt International Finance SA 5.50% 04-15-2025 Callable 2020 144A	United States	Corporate	USD	55,000	70	22
Masonite International Corp. 5.38% 02-01-2028 Callable 2023 144A	United States	Corporate	USD	40,000	52	55
MasTec Inc. 4.88% 03-15-2023 Callable 2019	United States	Corporate	USD	110,000	135	148
Match Group Inc. 5.00% 12-15-2027 Callable 2022 144A	United States	Corporate	USD	240,000	306	332
Mattamy Group Corp. 6.88% 12-15-2023 Callable 2019 144A	Canada	Corporate	USD	165,000	215	227
Mattamy Group Corp. 6.50% 10-01-2025 Callable 2020 144A	Canada	Corporate	USD	30,000	37	42
MEG Energy Corp. 6.38% 01-30-2023 Callable 144A	Canada	Corporate	USD	85,000	102	110
MEG Energy Corp. 7.00% 03-31-2024 Callable 2019 144A	Canada	Corporate	USD	15,000	16	19
MEG Energy Corp. 6.50% 01-15-2025 Callable 2020 144A	Canada	Corporate	USD	175,000	227	240
Mercer International Inc. 7.75% 12-01-2022 Callable	Canada	Corporate	USD	29,000	40	40
Mercer International Inc. 6.50% 02-01-2024 Callable 2020	Canada	Corporate	USD	75,000	100	102
Mercer International Inc. 7.38% 01-15-2025 Callable 2021	United States	Corporate	USD	65,000	87	88
Mercer International Inc. 5.50% 01-15-2026 Callable 2021	Canada	Corporate	USD	55,000	70	71
Meredith Corp. 6.88% 02-01-2026 Callable 2021	United States	Corporate	USD	170,000	219	230
MGM Growth Properties LP/MGP Finance Co-Issuer Inc. 5.63% 05-01-2024 Callable	United States	Corporate	USD	135,000	180	196
MGM Growth Properties Operating Partnership LP 4.50% 01-15-2028 Callable 2027	United States	Corporate	USD	30,000	36	41
Microchip Technology Inc. 1.63% 02-15-2027 Conv.	United States	Corporate	USD	90,000	137	154
Molina Healthcare Inc. 5.38% 11-15-2022 Callable 2022	United States	Corporate	USD	45,000	63	63
Nabors Industries Inc. 5.50% 01-15-2023 Callable 2022	United States	Corporate	USD	15,000	19	16
Nabors Industries Inc. 5.75% 02-01-2025 Callable 2024	United States	Corporate	USD	125,000	156	125
Molina Healthcare Inc. 4.88% 06-15-2025 Callable 2020 144A	United States	Corporate	USD	15,000	20	20
Nationstar Mortgage LLC/Nationstar Capital Corp. 6.50% 07-01-2021 Callable	United States	Corporate	USD	125,000	149	166
Navistar Inc. Term Loan B 1st Lien F/R 11-06-2024	United States	Bank Loans	USD	197,050	251	260
Navistar International Corp. 6.63% 11-01-2025 Callable 2020 144A	United States	Corporate	USD	245,000	316	330
Netflix Inc. 4.88% 04-15-2028	United States	Corporate	USD	105,000	132	141
Netflix Inc. 5.88% 11-15-2028	United States	Corporate	USD	240,000	334	346
Netflix Inc. 6.38% 05-15-2029 144A	United States	Corporate	USD	50,000	65	73
New Gold Inc. 6.25% 11-15-2022 Callable 144A	Canada	Corporate	USD	35,000	40	46
New Red Finance Inc. 4.63% 01-15-2022	Canada	Corporate	USD	65,000	89	86
New Red Finance Inc. 4.25% 05-15-2024 Callable 2020 144A	Canada	Corporate	USD	70,000	96	95

*Par value of bonds is stated in Canadian dollars unless otherwise noted.

SCHEDULE OF INVESTMENTS (continued)

as at September 30, 2019 (unaudited)

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (continued)						
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020 144A	Canada	Corporate	USD	240,000	302	329
New Red Finance Inc. 3.88% 01-15-2028 Callable 2022 144A	Canada	Corporate	USD	20,000	26	27
Newell Brands Inc. 4.20% 04-01-2026 Callable 2026	United States	Corporate	USD	95,000	120	132
Newfield Exploration Co. 5.75% 01-30-2022	United States	Corporate	USD	85,000	105	120
Nexstar Escrow Corp. 5.63% 08-01-2024 Callable 2019 144A	United States	Corporate	USD	240,000	312	331
Nexstar Escrow Inc. 5.63% 07-15-2027 Callable 2022 144A	United States	Corporate	USD	70,000	94	97
The Nielsen Co. (Luxembourg) S.a.r.l. 5.00% 02-01-2025 Callable 2020 144A	United States	Corporate	USD	160,000	209	210
Nielsen Finance LLC/Nielsen Finance Co. 5.00% 04-15-2022 Callable 144A	United States	Corporate	USD	185,000	245	247
Nine Energy Service Inc. 8.75% 11-01-2023 Callable 2020 144A	United States	Corporate	USD	50,000	65	54
Noble Holding International Ltd. 7.75% 01-15-2024 Callable 2023	United Kingdom	Corporate	USD	50,000	62	45
Noble Holding International Ltd. 7.88% 02-01-2026 Callable 2021 144A	United Kingdom	Corporate	USD	85,000	107	81
Novelis Corp. 6.25% 08-15-2024 Callable 2019 144A	United States	Corporate	USD	170,000	225	236
Novelis Corp. 5.88% 09-30-2026 Callable 2022 144A	United States	Corporate	USD	410,000	546	569
NRG Energy Inc. 3.75% 06-15-2024 Callable 2024 144A	United States	Corporate	USD	45,000	61	61
NRG Energy Inc. 7.25% 05-15-2026 Callable 2021	United States	Corporate	USD	80,000	104	116
NRG Energy Inc. 6.63% 01-15-2027 Callable 2021	United States	Corporate	USD	105,000	138	151
NRG Energy Inc. 5.75% 01-15-2028 Callable 2023	United States	Corporate	USD	75,000	97	107
NRG Energy Inc. 4.45% 06-15-2029 Callable 2029 144A	United States	Corporate	USD	70,000	94	97
NRG Energy Inc. 5.25% 06-15-2029 Callable 2024 144A	United States	Corporate	USD	105,000	142	150
Numericable-SFR 7.38% 05-01-2026 Callable 2021 144A	France	Corporate	USD	200,000	271	284
Oasis Petroleum Inc. 6.88% 03-15-2022	United States	Corporate	USD	119,000	124	149
Oasis Petroleum Inc. 6.25% 05-01-2026 Callable 2021 144A	United States	Corporate	USD	30,000	39	32
ON Semiconductor Corp. 1.00% 12-01-2020 Conv.	United States	Corporate	USD	60,000	81	93
OneMain Holdings Inc. 7.13% 03-15-2026	United States	Corporate	USD	50,000	65	73
Ortho-Clinical Diagnostics Inc. Term Loan B 1st Lien F/R 06-01-2025	United States	Bank Loans	USD	127,636	166	164
Oshkosh Corp. 5.38% 03-01-2025 Callable 2020	United States	Corporate	USD	90,000	121	124
Outdoor Americas Capital LLC/Outfront Media Capital Corp. 5.88% 03-15-2025	United States	Corporate	USD	100,000	138	137
Panther BF Aggregator 2 LP 6.25% 05-15-2026 144A	United States	Corporate	USD	20,000	27	28
Panther BF Aggregator 2 LP 8.50% 05-15-2027 Callable 2022 144A	United States	Corporate	USD	100,000	133	134
Park-Ohio Industries Inc. 6.63% 04-15-2027 Callable 2022	United States	Corporate	USD	65,000	89	82
Penn National Gaming Inc. 5.63% 01-15-2027 Callable 2022 144A	United States	Corporate	USD	70,000	92	95
Penske Automotive Group Inc. 5.75% 10-01-2022 Callable	United States	Corporate	USD	85,000	117	114
Penske Automotive Group Inc. 5.38% 12-01-2024 Callable 2019	United States	Corporate	USD	155,000	207	211
Penske Automotive Group Inc. 5.50% 05-15-2026 Callable 2021	United States	Corporate	USD	175,000	225	242
PetSmart Inc. Term Loan B2 1st Lien F/R 03-10-2022	United States	Bank Loans	USD	95,000	122	123
Pisces Midco Inc. Term Loan B 1st Lien F/R 03-29-2025	United States	Bank Loans	USD	24,937	32	32
Pisces Midco Inc. 8.00% 04-15-2026 Callable 2021 144A	United States	Corporate	USD	140,000	178	183
Plantronics Inc. 5.50% 05-31-2023 Callable 2020 144A	United States	Corporate	USD	170,000	229	227
PQ Corp. 5.75% 12-15-2025 Callable 2020 144A	United States	Corporate	USD	185,000	243	253
Precision Drilling Corp. 7.13% 01-15-2026 Callable 2020 144A	Canada	Corporate	USD	145,000	195	178
Provident Funding Associates LP 6.38% 06-15-2025 Callable 2020 144A	United States	Corporate	USD	150,000	199	193
PulteGroup Inc. 5.50% 03-01-2026 Callable 2025	United States	Corporate	USD	65,000	88	95
PulteGroup Inc. 7.88% 06-15-2032	United States	Corporate	USD	140,000	220	227
Qorvo Inc. 5.50% 07-15-2026 Callable 2021	United States	Corporate	USD	80,000	106	112
Quebecor Media Inc. 5.75% 01-15-2023 Callable	Canada	Corporate	USD	65,000	88	94
Rackspace Hosting Inc. Term Loan B 1st Lien F/R 11-03-2023	United States	Bank Loans	USD	24,347	31	30
Rackspace Hosting Inc. 8.63% 11-15-2024 Callable 2019 144A	United States	Corporate	USD	58,000	78	71
RBS Global Inc. 4.88% 12-15-2025 Callable 2020 144A	United States	Corporate	USD	185,000	235	253
Realogy Group LLC 9.38% 04-01-2027 Callable 2022 144A	United States	Corporate	USD	30,000	40	37
Resideo Funding Inc. 6.13% 11-01-2026 Callable 2021 144A	United States	Corporate	USD	70,000	90	98
Revlon Consumer Products Corp. Term Loan B 1st Lien F/R 09-07-2023	United States	Bank Loans	USD	80,710	91	83
Rite Aid Corp. 6.13% 04-01-2023 Callable 2020 144A	United States	Corporate	USD	160,000	205	169
Robertshaw US Holding Corp. Term Loan 1st Lien F/R 02-15-2025	United States	Bank Loans	USD	68,913	86	84
Robertshaw US Holding Corp. Term Loan 2nd Lien F/R 02-15-2026	United States	Bank Loans	USD	75,000	93	87
ROC Finance LLC 6.75% 11-15-2021 Callable 2019 144A	United States	Corporate	USD	180,000	243	244
ROC Finance LLC 10.25% 11-15-2022 Callable 2019 144A	United States	Corporate	USD	225,000	307	316
Rose Rock Midstream LP 5.63% 07-15-2022 Callable	United States	Corporate	USD	60,000	76	81
The Royal Bank of Scotland Group PLC 7.65% Perpetual (F/R @ 09-30-2031) Callable 2031	United Kingdom	Corporate	USD	145,000	231	265
The Royal Bank of Scotland Group PLC F/R 12-29-2049 Callable 2020	United Kingdom	Corporate	USD	200,000	264	270
Sabre GLBL Inc. 5.38% 04-15-2023 Callable 2020 144A	United States	Corporate	USD	120,000	161	162
Sabre GLBL Inc. 5.25% 11-15-2023 Callable 2018 144A	United States	Corporate	USD	65,000	86	89
Scientific Games International Inc. 10.00% 12-01-2022 Callable 2019	United States	Corporate	USD	187,000	222	258
Scientific Games International Inc. 8.25% 03-15-2026 Callable 2022 144A	United States	Corporate	USD	145,000	194	204
Service Corp. International 5.38% 05-15-2024 Callable 2019	United States	Corporate	USD	85,000	122	116
Service Corp. International 4.63% 12-15-2027 Callable 2022	United States	Corporate	USD	210,000	266	291
Service Corp. International 5.13% 06-01-2029 Callable 2024	United States	Corporate	USD	145,000	196	206
SESI LLC 7.13% 12-15-2021 Callable	United States	Corporate	USD	80,000	98	73
SESI LLC 7.75% 09-15-2024 Callable	United States	Corporate	USD	40,000	53	30
Sinclair Television Group Inc. 5.63% 08-01-2024 Callable 2019 144A	United States	Corporate	USD	60,000	79	82
Sirius XM Radio Inc. 5.00% 08-01-2027 Callable 2022 144A	United States	Corporate	USD	205,000	264	281
Six Flags Entertainment Corp. 4.88% 07-31-2024 Callable 2019 144A	United States	Corporate	USD	135,000	178	185

*Par value of bonds is stated in Canadian dollars unless otherwise noted.

SCHEDULE OF INVESTMENTS (continued)

as at September 30, 2019 (unaudited)

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ '000)	Fair Value (\$ '000)
BONDS (continued)						
Six Flags Entertainment Corp. 5.50% 04-15-2027 Callable 2022 144A	United States	Corporate	USD	300,000	393	424
SM Energy Co. 6.13% 11-15-2022	United States	Corporate	USD	45,000	39	57
SM Energy Co. 5.00% 01-15-2024 Callable 2019	United States	Corporate	USD	50,000	46	59
SM Energy Co. 6.75% 09-15-2026 Callable 2021	United States	Corporate	USD	50,000	66	58
SM Energy Co. 6.63% 01-15-2027 Callable 2022	United States	Corporate	USD	40,000	52	46
Smurfit Kappa Funding PLC 7.50% 11-20-2025	Ireland	Corporate	USD	245,000	382	394
Solera Finance Inc. 10.50% 03-01-2024 Callable 2019 144A	United States	Corporate	USD	125,000	182	175
Spectrum Brands Inc. 6.13% 12-15-2024 Callable 2019	United States	Corporate	USD	95,000	134	131
Spectrum Brands Inc. 5.00% 10-01-2029 Callable 2024 144A	United States	Corporate	USD	50,000	66	67
Springleaf Finance Corp. 6.88% 03-15-2025	United States	Corporate	USD	195,000	254	285
Springleaf Finance Corp. 6.63% 01-15-2028 Callable 2027	United States	Corporate	USD	55,000	74	79
Sprint Capital Corp. 6.88% 11-15-2028	United States	Corporate	USD	395,000	467	571
Sprint Corp. 7.25% 09-15-2021	United States	Corporate	USD	250,000	262	354
Sprint Corp. 7.88% 09-15-2023	United States	Corporate	USD	505,000	634	734
Sprint Nextel Corp. 7.00% 08-15-2020	United States	Corporate	USD	60,000	64	82
SS&C Technologies Inc. 5.50% 09-30-2027 Callable 2022 144A	United States	Corporate	USD	255,000	343	353
Standard Industries Inc. 5.50% 02-15-2023 Callable 144A	United States	Corporate	USD	30,000	42	41
Standard Industries Inc. 5.00% 02-15-2027 Callable 2022 144A	United States	Corporate	USD	55,000	72	76
Standard Industries Inc. 4.75% 01-15-2028 Callable 2023 144A	United States	Corporate	USD	130,000	163	178
Staples Inc. 7.50% 04-15-2026 Callable 2022 144A	United States	Corporate	USD	275,000	366	375
Staples Inc. 10.75% 04-15-2027 Callable 2022 144A	United States	Corporate	USD	145,000	192	198
Star Merger Sub Inc. Term Loan B 1st Lien F/R 02-01-2026	United States	Bank Loans	USD	50,000	64	67
Star Merger Sub Inc. 6.88% 08-14-2026 Callable 2022 144A	United States	Corporate	USD	50,000	65	72
Starfruit US Holdco LLC Term Loan B 1st Lien F/R 09-20-2025	United States	Bank Loans	USD	24,937	32	32
Starfruit US Holdco LLC 8.00% 10-01-2026 Callable 2021 144A	Netherlands	Corporate	USD	200,000	255	264
Starwood Property Trust Inc. 5.00% 12-15-2021 Callable 2021	United States	Corporate	USD	30,000	39	41
Starwood Property Trust Inc. 4.75% 03-15-2025 Callable 2024	United States	Corporate	USD	155,000	198	212
Stearns Holdings Inc. 9.38% 08-15-2020 Callable 144A	United States	Corporate	USD	130,000	174	85
Steel Dynamics Inc. 5.50% 10-01-2024 Callable	United States	Corporate	USD	130,000	171	177
Steel Dynamics Inc. 4.13% 09-15-2025 Callable 2020	United States	Corporate	USD	10,000	12	13
Steel Dynamics Inc. 5.00% 12-15-2026 Callable 2021	United States	Corporate	USD	50,000	67	69
Sterigenics-Nordion Holdings LLC 6.50% 05-15-2023 Callable 144A	United States	Corporate	USD	15,000	20	20
Stevens Holding Co. Inc. 6.13% 10-01-2026 Callable 2023 144A	United States	Corporate	USD	215,000	284	304
Sugarhouse HSP Gaming Prop Mezz LP 5.88% 05-15-2025 Callable 2020 144A	United States	Corporate	USD	70,000	95	92
Talbots Inc. Term Loan B 1st Lien F/R 11-16-2022	United States	Bank Loans	USD	95,941	124	125
Tallgrass Energy Partners LP 5.50% 01-15-2028 Callable 2023 144A	United States	Corporate	USD	85,000	110	110
Targa Resources Partners LP 6.50% 07-15-2027 Callable 2022 144A	United States	Corporate	USD	80,000	110	116
Targa Resources Partners LP 5.00% 01-15-2028	United States	Corporate	USD	65,000	81	87
Targa Resources Partners LP 6.88% 01-15-2029 144A	United States	Corporate	USD	35,000	46	51
Taylor Morrison Communities Inc. 5.75% 01-15-2028 Callable 2027 144A	United States	Corporate	USD	50,000	65	72
Teck Resources Ltd. 3.75% 02-01-2023 Callable 2022	Canada	Corporate	USD	70,000	89	94
Tempo Acquisition LLC 6.75% 06-01-2025 Callable 2020 144A	United States	Corporate	USD	270,000	350	369
Tenet Healthcare Corp. 8.13% 04-01-2022	United States	Corporate	USD	265,000	364	380
Tenet Healthcare Corp. 4.63% 07-15-2024 Callable 2020	United States	Corporate	USD	65,000	84	89
Tenet Healthcare Corp. 4.88% 01-01-2026 Callable 2022 144A	United States	Corporate	USD	290,000	384	396
Tenet Healthcare Corp. 6.25% 02-01-2027 Callable 2022 144A	United States	Corporate	USD	80,000	109	110
Tenet Healthcare Corp. 5.13% 11-01-2027 Callable 2022 144A	United States	Corporate	USD	215,000	285	295
Tennant Co. 5.63% 05-01-2025 Callable 2020	United States	Corporate	USD	90,000	119	124
Teva Pharmaceutical Finance Netherlands III BV 6.00% 04-15-2024	Israel	Corporate	USD	200,000	258	230
Teva Pharmaceutical Finance Netherlands III BV 3.15% 10-01-2026	Israel	Corporate	USD	65,000	69	60
Titan Acquisition Ltd. Term Loan 1st Lien F/R 03-16-2025	United Kingdom	Bank Loans	USD	162,924	211	208
Titan Acquisition Ltd. 7.75% 04-15-2026 Callable 2021 144A	United Kingdom	Corporate	USD	37,000	48	46
T-Mobile USA Inc. 4.00% 04-15-2022	United States	Corporate	USD	25,000	34	34
T-Mobile USA Inc. 6.38% 03-01-2025 Callable 2019	United States	Corporate	USD	90,000	127	123
T-Mobile USA Inc. 4.50% 02-01-2026 Callable 2021	United States	Corporate	USD	40,000	50	55
T-Mobile USA Inc. 5.38% 04-15-2027 Callable 2022	United States	Corporate	USD	190,000	250	272
T-Mobile USA Inc. 4.75% 02-01-2028 Callable 2023	United States	Corporate	USD	235,000	313	326
TMS International Corp. 7.25% 08-15-2025 Callable 2025 144A	United States	Corporate	USD	165,000	216	188
TMX Finance LLC 11.13% 04-01-2023 Callable 2020 144A	United States	Corporate	USD	105,000	135	131
TopBuild Corp. 5.63% 05-01-2026 Callable 2021 144A	United States	Corporate	USD	135,000	170	186
Townsquare Media Inc. 6.50% 04-01-2023 Callable 2020 144A	United States	Corporate	USD	65,000	86	86
TransDigm Group Inc. 6.25% 03-15-2026 Callable 2022 144A	United States	Corporate	USD	210,000	285	299
TransDigm Group Inc. 6.38% 06-15-2026 Callable	United States	Corporate	USD	220,000	287	307
TransDigm Inc. 6.50% 05-15-2025 Callable 2020	United States	Corporate	USD	20,000	27	28
Transocean Inc. 9.00% 07-15-2023 Callable 2020 144A	United States	Corporate	USD	4,000	6	5
Transocean Inc. 7.50% 04-15-2031	United States	Corporate	USD	55,000	67	52
Transocean Pontus Ltd. 6.13% 08-01-2025 Callable 2021 144A	United States	Corporate	USD	71,200	93	96
Transocean Poseidon Ltd. 6.88% 02-01-2027 Callable 2022 144A	United States	Corporate	USD	55,000	76	77
Transocean Sentry Ltd. 5.38% 05-15-2023 Callable 2021 144A	United States	Corporate	USD	130,000	173	173
Travelport Finance Luxembourg Sarl Term Loan 1st Lien F/R 03-18-2026	Luxembourg	Bank Loans	USD	110,000	141	132
Traverse Midstream Partners LLC Term Loan B 1st Lien F/R 09-21-2024	United States	Bank Loans	USD	49,500	61	58
TRI Pointe Holdings Inc. 5.88% 06-15-2024	United States	Corporate	USD	95,000	128	134

*Par value of bonds is stated in Canadian dollars unless otherwise noted.

SCHEDULE OF INVESTMENTS (continued)

as at September 30, 2019 (unaudited)

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (continued)						
Trivium Packaging Finance BV 5.50% 08-15-2026 Callable 2022 144A	Netherlands	Corporate	USD	200,000	273	278
Tronox Finance PLC 5.75% 10-01-2025 Callable 2020 144A	United States	Corporate	USD	35,000	43	44
TTM Technologies Inc. 5.63% 10-01-2025 Callable 2020 144A	United States	Corporate	USD	200,000	252	266
U.S. Concrete Inc. 6.38% 06-01-2024	United States	Corporate	USD	124,000	168	171
Univision Communications Inc. 5.13% 05-15-2023 144A	United States	Corporate	USD	60,000	78	80
Univision Communications Inc. 5.13% 02-15-2025 Callable 2020 144A	United States	Corporate	USD	90,000	120	116
USA Compression Partners LP 6.88% 04-01-2026 Callable 2021	United States	Corporate	USD	125,000	162	173
USA Compression Partners LP 6.88% 09-01-2027 Callable 2022	United States	Corporate	USD	30,000	40	41
USIS Merger Sub Inc. 6.88% 05-01-2025 Callable 2020 144A	United States	Corporate	USD	155,000	207	209
Valaris PLC 8.00% 01-31-2024	United States	Corporate	USD	25,000	25	22
Valaris PLC 7.75% 02-01-2026	United States	Corporate	USD	45,000	57	34
Vertiv Intermediate Holding Corp. 12.00% 02-15-2022 Callable 2019 144A	United States	Corporate	USD	45,000	55	54
Videotron Ltd./Videotron Ltee. 5.13% 04-15-2027 Callable 2022 144A	Canada	Corporate	USD	140,000	183	197
Videotron Ltee 5.00% 07-15-2022	Canada	Corporate	USD	115,000	158	161
Virgin Media Finance PLC 5.75% 01-15-2025 Callable 2020 144A	United Kingdom	Corporate	USD	200,000	266	274
Vistra Operations Co. LLC 3.55% 07-15-2024 144A	United States	Corporate	USD	25,000	33	34
Vistra Operations Co. LLC 5.50% 09-01-2026 Callable 2021 144A	United States	Corporate	USD	135,000	176	187
Vistra Operations Co. LLC 5.63% 02-15-2027 Callable 2022 144A	United States	Corporate	USD	60,000	80	84
Vistra Operations Co. LLC 5.00% 07-31-2027 Callable 2022 144A	United States	Corporate	USD	65,000	87	89
Vistra Operations Co. LLC 4.30% 07-15-2029 144A	United States	Corporate	USD	45,000	60	61
VRX Escrow Corp. 6.13% 04-15-2025 Callable 2020 144A	United States	Corporate	USD	300,000	342	413
W.R. Grace & Co.-Conn. 5.63% 10-01-2024 144A	United States	Corporate	USD	175,000	243	251
Wand Merger Corp. 8.13% 07-15-2023 Callable 2020 144A	United States	Corporate	USD	90,000	121	124
Wand Merger Corp. 9.13% 07-15-2026 Callable 2021 144A	United States	Corporate	USD	30,000	40	42
Watco Companies LLC 6.38% 04-01-2023 Callable 2020 144A	United States	Corporate	USD	175,000	238	236
Wayne Merger Sub LLC 8.25% 08-01-2023 Callable 2019 144A	United States	Corporate	USD	75,000	101	102
Weekley Homes LLC 6.00% 02-01-2023 Callable	United States	Corporate	USD	125,000	160	166
Weekley Homes LLC/Weekley Finance Corp. 6.63% 08-15-2025 Callable 144A	United States	Corporate	USD	50,000	62	67
WellCare Health Plans Inc. 5.25% 04-01-2025 Callable 2020	United States	Corporate	USD	45,000	65	62
WellCare Health Plans Inc. 5.38% 08-15-2026 Callable 2021 144A	United States	Corporate	USD	40,000	52	57
Werner FinCo LP 8.75% 07-15-2025 Callable 2020 144A	United States	Corporate	USD	145,000	191	165
Western Digital Corp. 4.75% 02-15-2026 Callable 2025	United States	Corporate	USD	185,000	232	253
WeWork Companies Inc. 7.88% 05-01-2025 144A	United States	Corporate	USD	50,000	64	56
WideOpenWest Finance LLC Term Loan B 1st Lien F/R 08-19-2023	United States	Bank Loans	USD	144,025	187	185
WMG Acquisition Corp. 5.00% 08-01-2023 Callable 2019 144A	United States	Corporate	USD	55,000	73	75
WMG Acquisition Corp. 5.50% 04-15-2026 Callable 2021 144A	United States	Corporate	USD	95,000	124	133
Wolverine World Wide Inc. 5.00% 09-01-2026 Callable 2021 144A	United States	Corporate	USD	70,000	91	94
WPX Energy Inc. 8.25% 08-01-2023 Callable 2023	United States	Corporate	USD	75,000	109	113
WPX Energy Inc. 5.75% 06-01-2026 Callable 2021	United States	Corporate	USD	75,000	98	102
WPX Energy Inc. 5.25% 10-15-2027 Callable 2022	United States	Corporate	USD	95,000	125	127
Wyndham Hotels and Resorts Inc. 5.38% 04-15-2021 Callable 2021 144A	United States	Corporate	USD	90,000	116	125
Wynn Las Vegas LLC 5.25% 05-15-2027 Callable 2027 144A	United States	Corporate	USD	205,000	264	279
Wynn Resorts Finance LLC 5.13% 10-01-2029	United States	Corporate	USD	100,000	132	139
Yum! Brands Inc. 4.75% 01-15-2030 144A	United States	Corporate	USD	50,000	66	68
Zekelman Industries Inc. 9.88% 06-15-2023 Callable 2019 144A	United States	Corporate	USD	33,000	44	46
					73,276	75,407
EQUITIES						
Advanz Pharma Corp.	Canada	Health Care		340	6	5
Ally Financial Inc.	United States	Financials		4,028	104	176
Avaya Holdings Corp.	United States	Information Technology		5,085	105	69
CIT Group Inc.	United States	Financials		1,257	70	75
Clear Channel Outdoor Holdings Inc. Class A	United States	Communication Services		4,890	42	16
Crown Castle International Corp. Conv. Pfd. Series A	United States	Real Estate		89	118	149
EPR Properties 5.75% Conv. Pfd. Series C	United States	Real Estate		2,575	89	114
iHeartMedia Inc.	United States	Communication Services		244	8	5
iHeartMedia Inc. Purchase Warrants Exp. 05-01-2039	United States	Communication Services		1,836	-	5
Live Nation Entertainment Inc.	United States	Communication Services		725	24	64
Nine Point Energy Holdings Inc.	United States	Energy		1,408	25	4
Nine Point Energy Holdings Inc. Pfd.	United States	Energy		29	38	8

*Par value of bonds is stated in Canadian dollars unless otherwise noted.

SCHEDULE OF INVESTMENTS (continued)

as at September 30, 2019 (unaudited)

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)	
EQUITIES (continued)							
Tervita Corp.	Canada	Energy		26	-	-	
Tervita Corp. Class A Voting	Canada	Health Care		101	1	1	
T-Mobile USA Inc.	United States	Communication Services		748	45	78	
					675	769	
COMMISSIONS AND OTHER PORTFOLIO TRANSACTION COSTS						(9)	-
TOTAL INVESTMENTS						73,942	76,176
Net Assets:							
Total investments						76,176	
Cash and cash equivalents						3,499	
Derivative assets (see schedule of forward currency contracts)						121	
Derivative liabilities (see schedule of forward currency contracts)						(77)	
Other net assets (liabilities)						1,228	
						80,947	

Schedule of Asset Composition

The effective allocation shows the regional or sector exposure of the Fund calculated by including the Fund's proportionate share of its holdings in index participation units and derivatives.

at September 30, 2019 (unaudited)

at March 31, 2019

% of net assets		% of net assets	
BY ASSET TYPE		BY ASSET TYPE	
Corporate Bonds	86.5	Corporate Bonds	85.1
Bank Loans	6.7	Bank Loans	6.0
Equities	0.9	Equities	1.2
Cash and cash equivalents	4.3	Cash and cash equivalents	6.5
Other	1.6	Other	1.2
Total	100.0	Total	100.0
BY REGION		BY REGION	
United States	80.3	United States	78.9
Canada	6.9	Canada	6.8
Europe ex U.K.	5.3	Europe ex U.K.	5.2
United Kingdom	2.1	United Kingdom	2.1
Latin America	0.7	Latin America	0.5
Middle East and Africa	0.4	Cash and cash equivalents	6.5
Cash and cash equivalents	4.3		
	100.0		100.0
BY SECTOR		BY SECTOR	
Corporate Bonds	86.5	Corporate Bonds	85.1
Bank Loans	6.7	Bank Loans	6.0
Financials	0.3	Financials	0.3
Real Estate	0.3	Communication Services	0.3
Communication Services	0.2	Real Estate	0.3
Information Technology	0.1	Information Technology	0.2
Cash and cash equivalents	4.3	Energy	0.1
Other	1.6	Cash and cash equivalents	6.5
	100.0	Other	1.2
			100.0

*Par value of bonds is stated in Canadian dollars unless otherwise noted.

Schedule of Derivative Instruments

as at September 30, 2019 (unaudited)

Schedule of Forward Currency Contracts

Counterparty credit rating	Settlement date	Currency to be received (000)	Contract costs (CAD\$ 000)	Currency to be delivered (000)	Current fair value (CAD\$ 000)	Unrealized gains (CAD\$ 000)	Unrealized losses (CAD\$ 000)	
AA	10-16-2019	1,585 CAD	1,585	1,192 USD	1,578	7	-	
A	10-16-2019	670 CAD	670	505 USD	669	1	-	
A	10-16-2019	2,710 CAD	2,710	2,053 USD	2,718	-	(8)	
AA	10-16-2019	723 CAD	723	549 USD	727	-	(4)	
AA	10-16-2019	318 CAD	318	243 USD	321	-	(3)	
AA	10-28-2019	20,048 CAD	20,048	15,179 USD	20,102	-	(54)	
AA	10-28-2019	20,349 CAD	20,349	15,307 USD	20,270	79	-	
A	10-16-2019	1,658 USD	2,202	2,202 CAD	2,194	-	(8)	
AA	10-16-2019	1,156 USD	1,514	1,514 CAD	1,531	17	-	
AA	10-16-2019	1,959 USD	2,578	2,578 CAD	2,595	17	-	
						121	(77)	
TOTAL DERIVATIVE ASSETS								121
TOTAL DERIVATIVE LIABILITIES								(77)

NOTES TO INTERIM UNAUDITED FINANCIAL STATEMENTS**1. FISCAL PERIODS AND GENERAL INFORMATION**

The information provided in these financial statements and notes thereto is for the six-month periods ended or as at September 30, 2019 and 2018 (as applicable), except for the comparative information presented in the Statements of Financial Position and notes thereto, which is as at March 31, 2019. In the year a series is established, 'period' represents the period from inception to the period end of that fiscal period. Refer to Note 10 (a) for series inception dates.

The Fund is organized as an open-ended unit trust established under the laws of the Province of Ontario pursuant to a Declaration of Trust as amended and restated from time to time. The address of the Fund's registered office is 5015 Spectrum Way, Suite 300, Mississauga, Canada. The Fund is authorized to issue an unlimited number of units (referred to as "security" or "securities") of multiple series. Series of the Fund are available for sale under Simplified Prospectus and/or exempt distribution options.

Counsel Portfolio Services Inc. (the "Manager" or "Counsel") acts as the Fund's manager and trustee.

2. BASIS OF PREPARATION AND PRESENTATION

These unaudited interim financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), including International Accounting Standard 34 Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB"). These financial statements were prepared using the same accounting policies, critical accounting judgments and estimates as applied in the Fund's most recent audited annual financial statements for the year ended March 31, 2019. A summary of the Fund's significant accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the Fund's functional currency, and are rounded to the nearest thousand unless otherwise indicated. These financial statements are prepared on a going concern basis using the historical cost basis, except for financial assets and liabilities that have been measured at fair value.

These financial statements were authorized for issue by Counsel's Board of Directors on November 12, 2019.

3. SIGNIFICANT ACCOUNTING POLICIES**(a) Financial Instruments**

Financial instruments include financial assets and liabilities such as debt and equity securities and derivatives. The Fund classifies and measures financial instruments in accordance with IFRS 9 Financial Instruments. Upon initial recognition, financial instruments are classified as fair value through profit or loss ("FVTPL"). All financial instruments are recognized in the Statements of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. As such, investment purchase and sale transactions are recorded as of the trade date.

Investments are designated on initial recognition as FVTPL with changes in fair value recognized in the Statement of Comprehensive Income – Net unrealized gain (loss).

The Fund's redeemable securities contain multiple contractual obligations and therefore meet the criteria for classification as financial liabilities. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

Realized and unrealized gains and losses on investments are calculated based on average cost of investments and exclude commissions and other portfolio transaction costs, which are separately reported in the Statement of Comprehensive Income – Commissions and other portfolio transaction costs.

Gains and losses arising from changes in the fair value of the investments are included in the Statement of Comprehensive Income for the period in which they arise.

(b) Fair Value Measurement

Fair value is defined as 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.

Investments, including exchange traded funds ("ETFs"), listed on a public securities exchange or traded on an over-the-counter market are valued on the basis of the last traded market price where this price falls within the quoted bid-ask spread for the investment. 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. Unlisted or non-exchange traded investments, or investments where a last sale or close price is unavailable or investments for which market quotations are, in Counsel's opinion, inaccurate, unreliable, or not reflective of all available material information, are valued at their fair value as determined by the Manager using appropriate and accepted industry valuation techniques including valuation models. The fair value determined using valuation models requires the use of inputs and assumptions based on observable market data including volatility and other applicable rates or prices. In limited circumstances, the fair value may be determined using valuation techniques that are not supported by observable market data. The cost of investments is determined on a weighted average cost basis.

Cash and cash equivalents which includes cash on deposit with financial institutions and short-term investments that are readily convertible to cash, are subject to an insignificant risk of changes in value, and are used by the Fund in the management of short-term commitments. Cash and cash equivalents are reported at fair value which closely approximates their amortized cost due to their nature of being highly liquid and having short terms to maturity.

The Fund may use derivatives (such as written options, futures, forward contracts, swaps or customized derivatives) to hedge against losses caused by changes in securities prices, interest rates or exchange rates. The Fund may also use derivatives for non-hedging purposes in order to invest indirectly in securities or financial markets, to gain exposure to other currencies, to seek to generate additional income, and/or for any other purpose considered appropriate by the Manager, provided that the use of the derivative is consistent with the Fund's investment objectives. Any use of derivatives will comply with Canadian mutual fund laws, subject to the regulatory exemptions granted to the Fund, as applicable.

Valuations of derivative instruments are carried out daily, using normal exchange reporting sources for exchange-traded derivatives and specific broker enquiry for over-the-counter derivatives.

The value of forward contracts is the gain or loss that would be realized if, on the valuation date, the positions were to be closed out. The change in value of forward contracts is included in the Statements of Comprehensive Income – Other changes in fair value of investments - Net unrealized gain (loss).

Further information on the Fund's fair value measurements may be found in Note 10.

(c) Income recognition

Interest income from interest bearing investments is recognized using the effective interest method. Dividends are accrued as of the ex-dividend date. Realized gains or losses on the sale of investments, including foreign exchange gains or losses on such investments, are calculated on an average cost basis.

Income, realized gains (losses) and unrealized gains (losses) are allocated daily among the series on a pro-rata basis.

(d) Commissions and other portfolio transaction costs

Commissions and other portfolio transaction costs are costs incurred to acquire financial assets or liabilities. They include fees and commissions paid to agents, advisers, brokers and dealers.

(e) Securities lending, repurchase and reverse repurchase transactions

The Fund is permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the Fund's Simplified Prospectus. These transactions involve the temporary exchange of securities for collateral with a commitment to redeliver the same securities on a future date. Securities lending transactions are administered by the Canadian Imperial Bank of Commerce (the "Securities Lending Agent"). The value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned, sold or purchased. Collateral received is comprised of debt obligations of the Government of Canada and other countries, Canadian provincial and municipal governments, and financial institutions. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on cash or securities held as collateral. Income earned from these transactions is included in the Statements of Comprehensive Income – Securities lending income and recognized when earned.

(f) Foreign currency

The functional and presentation currency of the Fund is Canadian dollars. Foreign currency purchases and sales of investments and foreign currency dividend and interest income and expenses are translated to Canadian dollars at the rate of exchange prevailing at the time of the transactions.

Foreign exchange gains (losses) on purchases and sales of foreign currencies are included in the Statements of Comprehensive Income – Net realized gain (loss).

The fair value of investments and other assets and liabilities, denominated in foreign currencies, are translated to Canadian dollars at the rate of exchange prevailing on each business day.

NOTES TO INTERIM UNAUDITED FINANCIAL STATEMENTS**3. SIGNIFICANT ACCOUNTING POLICIES (continued)****(g) Offsetting**

The Fund only offsets financial assets and liabilities in the Statement of Financial Position when there is a legally enforceable right to set-off the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statements of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts.

Income and expenses are not offset in the statement of comprehensive income unless required or permitted to by an accounting standard, as specifically disclosed in the IFRS policies of the Fund.

(h) Net assets attributable to securityholders per security

Net assets attributable to securityholders per security is computed by dividing the net assets attributable to securityholders of a series of securities on a business day by the total number of securities of the series outstanding on that day.

(i) Net asset value per security

Net asset value per security is determined for the purchase and redemption of securities in accordance with the methods disclosed in the Fund's Simplified Prospectus and Annual Information Form. These methods may vary from valuation principles under IFRS. The fair value of net assets presented in the financial statements is consistent with the net asset values calculated for the purchase and redemption of the Fund's redeemable securities calculated in accordance with securities regulations.

(j) Increase (decrease) in net assets attributable to securityholders from operations per security

Increase (decrease) in net assets attributable to securityholders from operations per security in the Statements of Comprehensive Income represents the increase (decrease) in net assets attributable to securityholders from operations for the period, divided by the weighted average number of securities outstanding during the period.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these financial statements requires management to make estimates and assumptions that primarily affect the valuation of investments. Estimates and assumptions are reviewed on an ongoing basis. Actual results may differ from these estimates.

Use of Estimates

Fair value of securities not quoted in an active market

The Fund holds financial instruments that are not quoted in active markets and are valued using valuation techniques that make use of observable data, to the extent practicable. Various valuation techniques are utilized, depending on a number of factors, including comparison with similar instruments for which observable market prices exist and recent arm's length market transactions. Key inputs and assumptions used are company specific and may include estimated discount rates and expected price volatilities. Changes in key inputs, could affect the reported fair value of these financial instruments held by the Fund.

Use of Judgments

Classification and measurement of investments and application of the fair value option

In classifying and measuring financial instruments held by the Fund, the Manager is required to make significant judgments in order to determine the most appropriate classification in accordance with IFRS 9. The Manager has considered the Fund's business model, commitments to securityholders, and the manner in which investments are managed and evaluated as a group and has determined that irrevocable designation of financial instruments as financial assets or financial liabilities at fair value through profit or loss provides the most appropriate measurement and presentation of the Fund's investments and financial instruments.

Functional currency

The Fund's functional and presentation currency is the Canadian dollar, which is the currency considered to best represent the economic effects of the Fund's underlying transactions, events and conditions taking into consideration the manner in which securities are issued and redeemed and how returns and performance by the Fund are measured.

5. INCOME TAXES

The Fund is as a unit trust under the provisions of the Income Tax Act (Canada) and, accordingly, is subject to tax on its income including net realized capital gains in the taxation year, which is not paid or payable to its securityholders as at the end of the taxation year. It is the intention of the Fund to distribute all of its net income and sufficient net realized capital gains so that the Fund will not be subject to income taxes other than foreign withholding taxes, if applicable.

Losses of the Fund cannot be allocated to investors and are retained in the Fund for use in future years. Non-capital losses may be carried forward up to 20 years to reduce taxable income and realized capital gains of future years. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Refer to Note 9 for the Fund's loss carryforwards.

6. MANAGEMENT FEES AND OPERATING EXPENSES

No management fee or operating expenses, other than certain specific fund costs, are charged to the Fund

Such costs include taxes (including, but not limited to GST/HST and income tax), interest and borrowing costs, all fees and expenses of the Counsel Funds' Independent Review Committee, costs of complying with the regulatory requirement to produce Fund Facts, fees paid to external service providers associated with tax reclaims, refunds or the preparation of foreign tax reports on behalf of the Funds, and any new fees related to external services that were not commonly charged in the Canadian mutual fund industry and introduced after October 29, 2019 (the date of the Counsel Funds' last Simplified Prospectus).

7. FUND'S CAPITAL

The capital of the Fund is divided into different series with each series having an unlimited number of securities. The securities outstanding for the Fund as at September 30, 2019 and March 31, 2019 and securities issued, reinvested and redeemed for the period are presented in the Statements of Changes in Financial Position. Counsel manages the capital of the Fund in accordance with the investment objectives and strategies as discussed in Note 10 (b).

8. FINANCIAL INSTRUMENTS RISK**(a) Risk exposure and management**

The Fund's investment activities expose it to a variety of financial risks, as defined in IFRS 7 *Financial Instruments: Disclosures* ("IFRS 7"). The Fund's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, grouped by asset type, with geographic and sector information.

The Manager seeks to minimize potential adverse effects of financial risks on the Fund's performance by employing professional, experienced portfolio advisors, by monitoring the Fund's positions and market events daily, by diversifying the investment portfolio within the constraints of the Fund's investment objectives and strategies, as disclosed in Note 10 (b), and where applicable, by using derivatives to hedge certain risk exposures. To assist in managing risks, the Manager also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy, internal guidelines, and securities regulations.

NOTES TO INTERIM UNAUDITED FINANCIAL STATEMENTS**8. FINANCIAL INSTRUMENTS RISK (continued)****(b) Liquidity risk**

Liquidity risk arises when the Fund encounters difficulty in meeting its financial obligations as they come due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In order to monitor the liquidity of its assets, the Fund utilizes a liquidity risk management program that calculates the number of days to convert the investments held by the Fund into cash using a multi-day liquidation approach. This liquidity risk analysis assesses the Fund's liquidity against pre-determined minimum liquidity percentages, established for different time periods, and is monitored quarterly. In addition, the Fund has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions. In order to comply with securities regulations, the Fund must maintain at least 85% of its assets in liquid investments (i.e. investments that can be readily sold).

Other investment funds managed by Counsel ("Top Funds") invest in Series 0 securities offered by the Fund on a prospectus-exempt basis in accordance with the investment objectives of those funds. From time to time, these holdings may be rebalanced by either reducing an allocation to the Fund or eliminating such investments in the Fund entirely. In either case, depending on the size of the investment by a large investor, this could cause a significant redemption from the Fund. Meeting such a redemption may require the Fund to sell portfolio holdings. This could result in the Fund selling a particular holding before it has achieved the valuation sought by the Manager thus affecting Fund returns. This could also result in the Fund realizing capital gains on its holdings earlier than planned, which could result in capital gains distributed to investors in the Fund (which could result in income tax payable by the investor) that might not have occurred or might have occurred at a later date. For the amounts held by and the changes thereto during, please refer to the amounts disclosed pertaining to Series 0 in the Statement of Financial Position and Statement of Changes in Financial Position.

(c) Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment into which it has entered with the Fund.

All transactions in listed securities are executed with approved brokers. To minimize the possibility of settlement default, securities are exchanged for payment simultaneously, where market practices permit, through the facilities of a central depository and/or clearing agency where customary.

The carrying amount of investments and other assets represents the maximum credit risk exposure as at the dates of the Statements of Financial Position.

The Fund may enter into securities lending transactions with counterparties and it may also be exposed to credit risk from the counterparties to the derivative instruments it may use. Credit risk associated with these transactions is considered minimal as all counterparties have an approved credit rating equivalent to a Standard & Poor's credit rating of not less than A-1 (low) on their short-term debt and of A on their long-term debt, as applicable.

Note 10 (c) summarizes the Fund's exposure to credit risk pertaining to fixed income investments and derivatives.

(d) Currency risk

Currency risk arises when the fair value of financial instruments that are denominated in a currency other than the Canadian dollar, which is the Fund's reporting currency, fluctuates due to changes in exchange rates. Note 10 (c) summarizes the Fund's exposure to currency risk.

(e) Interest rate risk

Interest rate risk arises when the fair value of interest-bearing financial instruments fluctuates due to changes in the prevailing levels of market interest rates. Cash and cash equivalents do not expose the Fund to significant amounts of interest rate risk. Note 10 (c) summarizes the Fund's exposure to interest rate risk related to fixed income investments.

(f) Other price risk

Other price risk is the risk that the 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), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All investments present a risk of loss of capital. This risk is managed through a careful selection of investments and other financial instruments within the parameters of the investment strategy. Note 10 (c) summarizes the Fund's exposure to other price risk, including indirect exposure through ETFs.

9. FURTHER INFORMATION

A copy of the Fund's current Annual Information Form, Management Report of Fund Performance, quarterly portfolio disclosures and proxy voting policies and disclosures will be provided, without charge, by: calling toll-free 1-877-625-9885, writing to Counsel Portfolio Services Inc., 5015 Spectrum Way, Suite 300, Mississauga, ON, L4W 0E4, by visiting our website at www.counselservices.com or by visiting www.sedar.com.

NOTES TO INTERIM UNAUDITED FINANCIAL STATEMENTS

All figures stated in \$000s of Canadian dollars, except for Note 10(a), unless otherwise noted

10. FUND SPECIFIC INFORMATION**(a) Series information**

Series	Date of Inception	Minimum Investment (\$)	Management Fee (%)	Administration Fee (%)
Series O ^{1,3}	October 29, 2015	-	-	-
Series R ^{2,3}	October 29, 2015	-	-	-

¹ There are no management or administration fees for this series since these securities are designed to facilitate fund-of-fund investing where duplication of management fees is prohibited.

² This series is not available for sale and is held solely by Counsel. On December 10, 2018, this series was terminated.

³ Securities of this series are not subject to sales charges or redemption charges.

(b) Investment Objectives and Strategies

The Fund seeks to achieve a high level of income with the potential for long-term capital growth. The Fund invests primarily in Canadian and U.S. fixed-income securities. The Fund's investments are generally expected to have a weighted average credit rating of "BB-" or higher, as rated by S&P or an equivalent rating from another recognized credit rating organization. The sub-advisor may vary the weighted average credit quality. The Fund seeks to diversify the investment portfolio by industry sector, size of issuer and credit rating.

The Fund is not available to retail investors and is only available to other Counsel Funds.

(c) Risks Associated with Financial Instruments**i. Currency Risk**

The table below indicates the foreign currencies, to which the Fund had significant exposure as at period end in Canadian dollar terms, including the underlying principal amount of forward currency contracts.

Currency	September 30, 2019			
	Investments	Cash and cash equivalents	Derivative instruments	Net exposure
Euro	146	-	-	146
United States dollars	76,023	2,644	(40,065)	38,602
Total	76,169	2,644	(40,065)	38,748
As percent of net assets (%)				47.9

Currency	March 31, 2019			
	Investments	Cash and cash equivalents	Derivative instruments	Net exposure
Euro	321	-	-	321
United States dollars	74,691	3,999	(17,783)	60,907
Total	75,012	3,999	(17,783)	61,228
As percent of net assets (%)				75.3

As at September 30, 2019, had the Canadian dollar strengthened or weakened by 5.0% relative to all foreign currencies, with all other variables held constant, net assets would have decreased or increased by approximately \$1,937 or 2.4% of total net assets (March 31, 2019 – \$3,061 or 3.8% of total net assets). In practice, the actual trading results may differ and the difference could be material.

ii. Interest Rate Risk

The table below summarizes the Fund's exposure to interest rate risks by remaining term to maturity.

Bonds	Less than 1 year	1 - 5 years	5 - 10 years	> 10 years	Total
September 30, 2019	167	21,237	50,541	3,462	75,407
March 31, 2019	282	20,153	50,419	3,251	74,105

As at September 30, 2019, had prevailing interest rates raised or lowered by 1.0%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased or increased by approximately \$2,971 or 3.7% of total net assets (March 31, 2019 – \$3,258 or 4.0% of total net assets). The Fund's sensitivity to interest rate changes was estimated using the weighted average duration of the bond portfolio and interest rate swaps. In practice, the actual trading results may differ and the difference could be material.

iii. Other Price Risk

The Fund's most significant exposure to other price risk arises from its investment in equity securities. As at September 30, 2019, had the prices on the respective stock exchanges for these securities raised or lowered by 10.0%, with all other variables held constant, net assets would have increased or decreased by approximately \$77 or 0.1% of total net assets (March 31, 2019 – \$94 or 0.1% of total net assets). In practice, the actual trading results may differ and the difference could be material.

NOTES TO INTERIM UNAUDITED FINANCIAL STATEMENTS

All figures stated in \$000s of Canadian dollars, except for Note 10(a), unless otherwise noted

10. FUND SPECIFIC INFORMATION**(c) Risks Associated with Financial Instruments (continued)**

iv. Credit Risk

The Fund's greatest concentration of credit risk is in debt securities, such as bonds. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer. As at September 30, 2019, the maximum exposure to any one debt issuer was 2.2% of the net assets of the Fund (March 31, 2019 – 2.0%).

The table below indicates the Fund's exposure to debt securities by credit rating as a percentage of net assets:

September 30, 2019	
BBB	6.4
BB	40.7
B	36.9
CCC	8.8
D	0.4
Total	93.2
<hr/>	
March 31, 2019	
BBB	4.2
BB	38.9
B	37.6
CCC	10.0
Unrated	0.4
Total	91.1

Credit ratings are based on DBRS, Standard & Poor's or Moody's ratings.

(d) Loss Carryforwards

As at the last taxation year-end, \$808 of net capital losses and \$nil of non-capital losses were available to offset future taxable income.

(e) Fair Value Classification

The table below summarizes the Fund's financial instruments carried at fair value using the following fair value hierarchy:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

as at September 30, 2019	Level 1	Level 2	Level 3	Total
Fixed income	-	75,407	-	75,407
Equities	751	1	17	769
Cash equivalents	-	-	-	-
Derivative assets	-	121	-	121
Derivative liabilities	-	(77)	-	(77)
Total	751	75,452	17	76,220
<hr/>				
as at March 31, 2019	Level 1	Level 2	Level 3	Total
Fixed income	-	74,105	-	74,105
Equities	866	1	73	940
Cash equivalents	-	152	-	152
Derivative assets	-	143	-	143
Derivative liabilities	-	(88)	-	(88)
Total	866	74,313	73	75,252

There were no significant transfers between Level 1 and Level 2. Cash equivalents classified as level 2 investments are valued based on amortized cost plus accrued interest which closely approximates fair value.

NOTES TO INTERIM UNAUDITED FINANCIAL STATEMENTS

All figures stated in \$000s of Canadian dollars, except for Note 10(a), unless otherwise noted

10. FUND SPECIFIC INFORMATION**(e) Fair Value Classification (continued)**

The table below presents a reconciliation of financial instruments measured at fair value using Level 3 inputs:

for six-month period ended September 30, 2019	Fixed Income	Equities	Total
Balance – beginning of period	-	73	73
Purchases	-	-	-
Sales	-	-	-
Transfers in	-	2	2
Transfers out	-	-	-
Gains (losses) during the period:			
Realized	-	-	-
Unrealized	-	(58)	(58)
Balance – end of period	-	17	17
Unrealized gains (losses) during the period attributable to securities held at end of period	-	(58)	(58)

for the year ended March 31, 2019	Fixed Income	Equities	Total
Balance – beginning of period	-	66	66
Purchases	-	-	-
Sales	-	-	-
Transfers in	-	-	-
Transfers out	-	(1)	(1)
Gains (losses) during the period:			
Realized	-	-	-
Unrealized	-	8	8
Balance – end of period	-	73	73
Unrealized gains (losses) during the period attributable to securities held at end of period	-	8	8

(f) Commissions

The brokerage commissions paid to certain dealers included an investment of \$1 (2018 – \$3) that was available for payment to third party vendors for the provision of investment decision making services. This amount represented 15.7% (2018 – 100.0%) of the total commissions and other transaction costs paid during the period.



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