
DIVIDEND SELECT 15 CORP.
SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE
MAY 31, 2020

This is the semi-annual Management Report of Fund Performance (MRFP) for the period ended May 31, 2020. This MRFP contains financial highlights but does not contain the complete financial statements of the Company. The semi-annual financial statements and accompanying notes are attached to this report.

Investors may also obtain a copy of the Company's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure by visiting our website at www.dividendselect15.com or by writing to the Company at Investor Relations, 200 Front Street West, Suite 2510, Toronto, Ontario M5V 3K2.

These reports are available to view and download at www.dividendselect15.com or www.sedar.com.

INVESTMENT OBJECTIVES AND STRATEGIES

The Company invests in a portfolio of dividend yielding common shares which will include 15 of the 20 Canadian companies listed below:

Bank of Montreal	Royal Bank of Canada
BCE Inc.	Sun Life Financial Inc.
Canadian Imperial Bank of Commerce	TC Energy Corp.
CI Financial Corp.	TELUS Corporation
Enbridge Inc.	The Bank of Nova Scotia
EnCana Corporation	The Toronto-Dominion Bank
Great-West Lifeco Inc.	Thomson Reuters Corporation
Husky Energy Inc.	TMX Group Inc.
Loblaw Companies Ltd.	TransAlta Corporation
National Bank of Canada	
Power Corporation of Canada	

The selection of the 15 portfolio companies from among the portfolio universe listed above will be made by the Company's investment manager, QuadraVest Capital Management Inc. ("QuadraVest"), based on its assessment from time to time as to which companies in the portfolio universe have the most stable dividends and attractive growth potential. In order to supplement the dividends received on the portfolio and to reduce risk, the Company will employ an active covered call writing program.

Investment Objectives

The Company's objectives are to provide Equity shareholders with:

- (i) monthly cash distributions, currently targeted to be at a rate of 10% annualized based on the volume weighted average market price of the Equity shares for the last three trading days of the preceding month; and
 - (ii) the opportunity for capital appreciation.
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RISK

The risks of investing in the Company remain as discussed in the Annual Information Form dated February 25, 2020. In addition, note 5 of the semi-annual financial statements ("Management of Risk of Financial Instruments") contains disclosure on specific types of risks related to the financial investments held by the Company. The Company is also exposed to the risk of volatile markets and market disruption risk resulting from a number of circumstances including a global pandemic, as experienced with COVID-19. These risks may affect the performance of the Company and could significantly reduce the value of an investment in shares.

RESULTS OF OPERATIONS

Financial markets experienced a tumultuous period as market participants responded to the unprecedented effects of a global pandemic. The worldwide economic disruptions caused by government mandated shelter in place orders and the shutdown of large parts of the global economy had a severe social and economic impact. Concerns about a global recession and a sudden sharp rise in unemployment put additional downward pressure on equity markets. In response, the Bank of Canada aggressively reduced interest rates to near zero, bringing rates back to levels last seen during the global financial crisis in 2008 and 2009. The Canadian government also announced significant individual consumer and business programs designed to provide necessary support to help individuals and businesses survive through the adverse financial consequences of the pandemic. After reaching an extreme low in late March, equity markets began to rebound thereafter as market participants began to factor in many of the potential promising treatment and vaccine development efforts and the eventual reopening of economies. Different sectors of the economy and the market responded at an uneven pace with the markets initially favouring those companies that were benefitting from the new "stay at home economy".

The portfolio companies generally followed this pattern with their market prices reaching extreme lows in late March and then recovering a meaningful portion of the declines by the end of May. Despite this improvement towards the end of the period, the market prices of the portfolio companies remained lower than they were at the beginning of the six-month period.

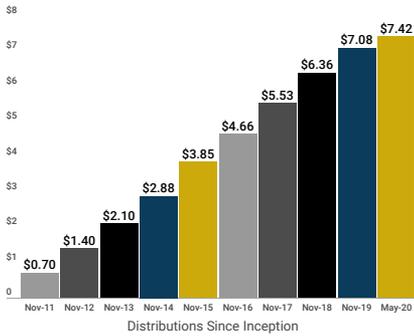
The net assets per unit finished the period at \$6.14 per Equity share as at May 31, 2020, after the payment of \$0.34 in distributions. Total distributions of \$7.42 have been paid since inception.

Net assets of the Company finished the period at \$38.5 million.

The covered call writing program continued to provide additional income and supplemented the dividend income earned in the portfolio.

Equity shares - Distributions

Total distributions during the period amounted to \$0.3387.



7.42

Cumulative total of distributions paid since inception

RECENT DEVELOPMENTS

Financial markets have experienced significant volatility in response to the COVID-19 pandemic and equity markets in particular have experienced significant declines. The investment portfolio of the Company has been subject to these market fluctuations and may continue to experience significant volatility as the situation evolves.

RELATED PARTY TRANSACTIONS

Quadravest as investment manager and manager earns fees from the Company as described below in the Management Fees section.

FINANCIAL HIGHLIGHTS

The following tables show selected financial information about the Company and are intended to help you understand the Company's financial performance for the past five years. This information is derived from the Company's semi-annual financial statements and previous audited annual financial statements. The information in the following table is presented in accordance with National Instrument ("NI") 81-106 and, as a result, does not act as a continuity of opening and closing net assets per Equity share.

The Company's net assets per Equity share

	May 31, 2020	Years ended November 30				
		2019	2018	2017	2016	2015
Net assets per Equity share, beginning of period ⁽¹⁾	7.61	7.36	8.50	8.69	8.49	9.97
Increase (decrease) from operations						
Total revenue	0.17	0.32	0.31	0.31	0.33	0.34
Total expenses	(0.06)	(0.12)	(0.12)	(0.15)	(0.14)	(0.15)
Realized gains for the period	0.16	0.44	0.11	0.21	0.05	0.25
Unrealized gains (losses) for the period	(1.51)	0.33	(0.60)	0.32	0.75	(0.98)
Total increase (decrease) from operations ⁽²⁾	<u>(1.24)</u>	<u>0.97</u>	<u>(0.30)</u>	<u>0.69</u>	<u>0.99</u>	<u>(0.54)</u>
Distributions ⁽³⁾						
Canadian dividends	(0.14)	(0.29)	(0.73)	(0.66)	(0.76)	(0.98)
Capital gains dividends	(0.20)	(0.43)	(0.10)	(0.21)	(0.05)	-
Total distributions	<u>(0.34)</u>	<u>(0.72)</u>	<u>(0.83)</u>	<u>(0.87)</u>	<u>(0.81)</u>	<u>(0.98)</u>
Net assets per Equity share, end of period	<u>6.14</u>	<u>7.61</u>	<u>7.36</u>	<u>8.50</u>	<u>8.69</u>	<u>8.49</u>

- (1) Net assets per Equity share is the difference between the aggregate amount of the assets of the Company and the aggregate amount of the liabilities of the Company on that date divided by the number of Equity shares then outstanding.
- (2) Total increase (decrease) from operations is calculated based on the weighted average number of Equity shares outstanding during the period.
- (3) Distributions on the Equity shares are based on the number of Equity shares outstanding on the record date for each distribution in the period and were paid in cash. Characterization of distributions is based on the tax treatment that is received by investors.

RATIOS AND SUPPLEMENTAL DATA (BASED ON NET ASSET VALUE)

	May 31, 2020	┌ 2019	Years ended November 30			┐ 2015
			2018	2017	2016	
Net asset value (millions) ⁽¹⁾	\$38.5	\$58.1	\$72.7	\$76.3	\$78.8	\$80.3
Number of Equity shares outstanding	6,276,241	7,631,077	9,883,588	8,969,588	9,071,688	9,455,088
Base Management expense ratio ⁽²⁾	1.75%	1.56%	1.47%	1.71%	1.59%	1.63%
Management expense ratio including one time offering expenses ⁽³⁾	1.75%	1.56%	2.04%	1.71%	1.59%	2.72%
Portfolio turnover rate ⁽⁴⁾	0.66%	0.00%	7.84%	13.97%	2.44%	17.2%
Trading expense ratio ⁽⁵⁾	0.09%	0.04%	0.03%	0.04%	0.04%	0.03%
Closing market price (TSX):	\$6.03	\$7.43	\$7.08	\$8.71	\$8.63	\$8.62

(1) This information is provided as at May 31 or November 30.

(2) A separate base management expense ratio has been presented to reflect the normal operating expenses of the Company excluding any one time offering expenses. Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of average net asset value during the period.

(3) Share issue expenses, representing all agents' fees and other offering expenses are one time initial expenses connected with the launch of the Company or any subsequent secondary offering. Any expenses incurred with secondary offerings were offset by the accretion to net asset value per share of such offerings.

(4) The Company's portfolio turnover rate indicates how actively Quadrainvest manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to the Company buying and selling all of the securities in its portfolio once in the course of the period. The Company employs a covered call writing strategy which can cause the portfolio turnover rate to be higher than conventional mutual funds. The higher the Company's portfolio turnover rate in a period, the greater the trading costs payable by the Company in the period and the greater chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of the Company.

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

MANAGEMENT FEES

Pursuant to the management and investment management agreement, Quadrainvest is entitled to a management fee at an annual rate equal to 1.10% of the Company's net asset value calculated as at the month-end valuation date, out of which a service fee of 0.40% will be paid by Quadrainvest to dealers.

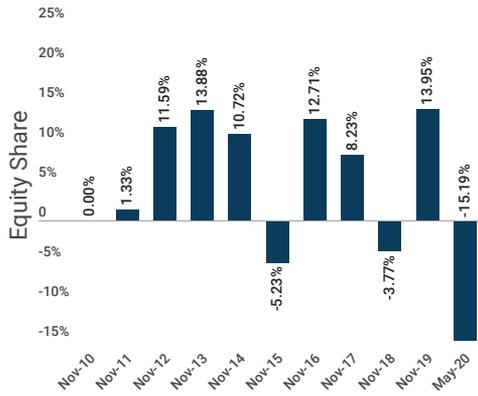
The management fee was used by Quadrainvest to provide investment analysis, make investment decisions, make brokerage arrangements for the purchase and sale of securities including the covered call writing program and to provide or arrange administrative services required by the Company which includes all operational services, financial accounting, shareholder reporting and regulatory reporting.

PAST PERFORMANCE

Year-by-Year Returns

The past performance of an Equity share since inception is presented in the bar charts below. Each bar in the chart reflects the change in percentage terms of how an Equity share would have increased or decreased during the applicable year. In respect to the charts displayed below, please note the following:

- The performance information shown assumes that all cash distributions made by the Company during the years shown were reinvested in the applicable additional securities of the Company;
- The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance; and
- Past performance of the Company does not necessarily indicate how it will perform in the future.



⁽¹⁾ The return for the year ended November 30, 2010 is for the initial period from November 18, 2010 to November 30, 2010.

SUMMARY OF INVESTMENT PORTFOLIO

All holdings as at May 31, 2020

Name	Weighting (%)
Thomson Reuters Corporation	8.6
National Bank of Canada	8.1
Toronto-Dominion Bank	8.0
Enbridge Inc.	7.9
TC Energy Corp.	7.5
Royal Bank of Canada	7.4
Bank of Nova Scotia	7.2
Sun Life Financial Inc.	6.3
Canadian Imperial Bank of Commerce	6.1
BCE Inc.	6.0
TELUS Corporation	5.4
Power Corporation of Canada	5.3
CI Financial Corp.	4.4
TransAlta Corporation	3.5
Husky Energy Inc.	1.7
Total long positions as a percentage of net assets	93.4
Cash	8.3
Other net assets (liabilities)	(1.7)
	100.0

The summary of investment portfolio may change due to ongoing portfolio transactions of the Company. Updates are available quarterly.

DIVIDEND SELECT 15 CORP.
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The interim financial statements of Dividend Select 15 Corp. (the "Company") have been prepared by Quadravest Capital Management Inc. (the "Manager" of the Company) and approved by the Board of Directors of the Company. The Manager is responsible for the information and representations contained in these interim financial statements and the other sections of the semi-annual report.

The Manager maintains appropriate procedures to ensure that relevant and reliable financial information is produced. The interim financial statements have been prepared in accordance with International Financial Reporting Standards, as applicable to the preparation of interim financial statements including International Accounting Standard 34, and may include certain amounts that are based on estimates and judgments. The significant accounting policies applicable to the Company are described in note 3 to the financial statements.

The Board of Directors of the Company is responsible for ensuring that management fulfills its responsibilities for financial reporting and has reviewed and approved these interim financial statements.

The Company's independent auditor has not performed a review of these interim financial statements in accordance with standards established by the Chartered Professional Accountants.



WAYNE FINCH

Chief Executive Officer, President and Director
Quadravest Capital Management Inc.



SILVIA GOMES

Chief Financial Officer
Quadravest Capital Management Inc.