March 31, 2021

INTERIM FINANCIAL STATEMENTS OF

NCM CANADIAN ENHANCED EQUITY FUND

ASSET MANAGEMENT

TO THE UNITHOLDERS OF NCM CANADIAN ENHANCED EQUITY FUND

These unaudited interim financial statements are as at March 31, 2021. The unaudited interim financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS") and include the statement of financial position as at March 31, 2021 and September 30, 2020, statement of comprehensive income, changes in net assets attributable to unitholders, and cash flows for the six months ended March 31, 2021 and 2020; and notes to the interim financial statements, comprising a summary of significant accounting policies, schedule of investment portfolio and other explanatory information.

The accompanying interim financial statements have not been reviewed by the external auditors of the Fund. The external auditors will be auditing the annual financial statements of the Fund prepared in accordance with IFRS.

We would be pleased to respond to any inquiries regarding this Fund.

NCM Canadian Enhanced Equity Fund
May 27, 2021

6. Financial instruments and associated risks (continued)

Credit risk (continued):

All of the assets of the Fund are held by Scotia Capital Inc., the Prime Broker. Bankruptcy or insolvency of the custodian or Prime Broker may cause the Fund's rights with respect to securities held by the custodian and prime broker to be delayed or limited. The Fund monitors its risk by monitoring the credit quality and credit rating and financial position of the prime broker. If the credit quality or the financial position deteriorates significantly then the Manager will move the cash holdings to another financial institution.

Liquidity risk:

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or other financial assets.

The Fund is exposed to daily cash redemptions of redeemable units. The Fund may acquire significant positions in thinly-traded and relatively illiquid investments that may cease to be traded after the Fund invests. In such cases, and in the event of extreme market volatility, the Fund may not be able to promptly liquidate its investments, if a need should arise.

Additionally, investments in small, mid-capitalization and micro-capitalization companies may involve greater risks than investments in larger, more established companies since such companies may have more limited markets and financial resources, their securities may be more sensitive to market changes, and the liquidity of their securities may be limited.

Consequently, in order to fund redemptions, the Fund may have to liquidate its shareholdings in the more liquid large and medium-sized companies.

To the extent that the liquidity is limited, the Fund's ability to realize profits and/or minimize losses may be limited, which could adversely affect the net asset value of the Fund. The Fund believes it maintains sufficient cash and cash equivalent positions to maintain liquidity.

The Fund may borrow to make investments or maintain liquidity and may pledge its assets to secure the borrowings.

Market risk:

Market risk embodies the potential for both losses and gains and includes currency risk, interest rate risk and price risk.

The Fund is an alternative investment fund that seeks long-term capital appreciation by investing primarily in a diversified portfolio of Canadian equity securities. The Fund pursues its investment objective by establishing long and short equity exposure to securities of companies, stock markets or industry sectors located, primarily, in Canada. The Fund may hold a portion of its assets in cash, money market instruments, or fixed-income securities, including bonds and other debt securities. In periods of unusual market conditions, a significant portion of the Fund's assets

6. Financial instruments and associated risks (continued)

Market risk (continued):

may be held in such instruments. The Fund may also from time to time use derivatives, such as options, futures and forward contracts for hedging purposes, to gain exposure to individual securities and markets (instead of buying the securities directly) and/or to generate income.

The success of the Fund's activities may be affected by general economic and market conditions, such as interest rates, availability of credit, inflation rates, economic uncertainty, changes in laws, and national and international political circumstances. These factors may affect the level and volatility of securities prices and the liquidity of the Fund's investments. Unexpected volatility or illiquidity could reduce the Fund's profitability or result in losses.

No material change that would adversely affect the interest of the Unitholders of the Fund may be made without the approval of the unitholders. An approval is not required if the Manager provides the Unitholders with at least 60 days written notice of such proposed change and the right to redeem all Units prior to the effective date of the change. The Manager may alter the Fund’s investment objectives, strategies and restrictions without prior approval by Unitholders in certain circumstances.

The Fund’s market risk is managed on a daily basis by the Portfolio Manager in accordance with the policies and procedures in place.

Details of the nature of the Fund’s investment portfolio at March 31, 2021 are disclosed in the schedule of investment portfolio.

(a) Currency risk:

Investment in securities denominated in a currency other than Canadian dollars will be affected by the changes in the value of the Canadian dollar in relation to the value of the currency in which the security is denominated. Therefore the value of securities held by the Fund may be worth more or less depending on their susceptibility to foreign exchange rates. At March 31, 2021 the Fund did not hold any foreign currency denominated investments.

(b) Interest rate risk:

Interest rate risk arises on interest bearing financial instruments. A change in general interest rates is a main factor affecting the price of a fund that invests in fixed-income securities. Fixed-income securities, like bonds, pay interest based on interest rates when the bond is issued. When interest rates fall, the value of bonds rise. This is because the interest on existing bonds will be higher than the rate on newer bonds. Conversely, when interest rates rise, the price of existing bonds drop because they pay less than newer bonds. Changes in interest rates may also affect the value of the equity securities. The income earned by an investment fund and the interest paid by an investment fund for borrowing, is also affected by changes in interest rates.

6. Financial instruments and associated risks (continued)

Market risk (continued):

(b) Interest rate risk (continued):

At March 31, 2021, there are no interest-bearing financial assets or liabilities. As a result, the Fund is subject to limited exposure to interest rate risks due to fluctuations in the prevailing levels of market interest rates.

(c) Other price risk:

Other price risk is the risk that the value of the instrument 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 or its issuer, or factors affecting all instruments traded in the market. All securities present a risk of loss of capital. However, the Fund holds short positions that are subject to certain inherent risks. The ultimate cost to the Fund to acquire these securities may exceed the liability reflected in these financial statements.

To achieve its objective, the Fund will generally hold 100 percent net long equity market exposure by investing primarily in equity securities with an aggregate value of approximately 130 percent of its Net Asset Value and holding short positions with a market value of approximately 30 percent of its Net Asset Value.

Approximately 10% of the equity portion of the invested net assets of the Fund may be managed with “pairs” trades, meaning the Fund will match a “long” position with a “short” position of two different stocks in the sub-sector of the market with the intention of eliminating market risk. This strategy seeks to take advantage of profitable opportunities based on differences in valuation and market momentum (i.e. the perceived strength of a downward or upward movement in prices) of companies in the same line of business rather than absolute values of their returns.

The remaining equity portion of the invested net assets of the Fund will primarily be managed using the Manager’s back tested quantitative models. Earnings surprises (i.e. actual company performance in comparison to analysts’ expectations) will have a significant influence on securities selection. Other factors of importance in the long positions include low valuations, high profitability, strong earnings and price momentum and low debt levels. The short positions tend to consist of stocks that lack momentum, growth or trade at unreasonable valuations.

Price risk is managed by the Manager by constructing a diversified portfolio of instruments. The price of a security is affected by individual company developments and by general economic and financial conditions in those countries where the issuer of the security is located, does business or where the security is listed for trading.

6. Financial instruments and associated risks (continued)

Market risk (continued):

(c) Other price risk (continued):

The Manager monitors these factors daily and makes decisions regarding the portfolio based on its knowledge of the market conditions and diversifies the portfolio of investments accordingly. The risk resulting from financial instruments is equivalent to their fair value.

Sensitivity analysis:

A 1% increase or decrease on the S&P/TSX Total Return Index ("Benchmark") at March 31, 2021 would have impacted the net assets and the net increase/decrease in net assets attributable to holders of redeemable units by $142,076 (September 30, 2020 - $52,027).

The Fund's financial assets exposed to other price risk were concentrated in the following industries as a percentage of net investment at March 31, 2021 and September 30, 2020:

Equities	2021	2020
Energy	12.2%	14.5%
Materials	18.6%	20.3%
Industrials	15.7%	5.0%
Consumer Discretionary	3.0%	0.1%
Consumer Staples	6.7%	7.8%
Financials	35.5%	31.7%
Communication Services	5.6%	8.9%
Information Technology	6.4%	6.8%
Utilities	3.5%	6.6%
Real Estate	1.8%	5.8%
Exchange Traded Funds	-9.0%	-7.5%
Total	100.0%	100.0%

7. Net assets attributable to holders of redeemable units

Redeemable units

The authorized capital of the Fund consists of an unlimited number of Units, each representing an equal undivided interest in the net assets of the Fund. Currently, there are three series outstanding, Series A, Series F and Series I. Each series ranks equally, on a per-series basis, with respect to distributions and return of capital in the event of liquidation, dissolution or winding up based on their respective series' net asset values. Each series pays its own fees and expenses. The general expenses that are not series specific are allocated in proportion to the annual weighted average units of each series. Series A is sold under the front end sales charge option. A commission ranging from 0% to 2% is paid by the investor to the dealer with a 3% redemption fee being charged if the Units are redeemed in the first 30 days of investment. Series F is sold without commission provided the purchaser is enrolled in a fee-for-service or wrap program with the dealer. A 3% redemption fee is charged if the Series F is redeemed in the first 30 days of investment.

7. Net assets attributable to holders of redeemable units (continued)

Redeemable units (continued)

Series I units are sold with commissions negotiated between the investor and the dealer and are available to certain investors at the Portfolio Manager's discretion. A 3% redemption fee is charged if the units are redeemed in the first 30 days of investment.

The units may be redeemed daily at the net asset value per unit of the respective series.

The analysis of movements in the number of Units and net assets attributable to holders of redeemable units during the period was as follows:

Series A	2021	2020
Balance, opening	2,760	2,676
Issued on distribution reinvested	5,058	42
Issued for cash	434,643	–
Redeemed for cash	(26,331)	–
Balance, March 31	416,130	2,718

Series F	2021	2020
Balance, opening	370,979	381,185
Issued on distribution reinvested	2,558	618
Issued for cash	651,087	25,942
Redeemed for cash	(139,275)	(34,148)
Balance, March 31	885,349	373,597

Series I	2021	2020
Balance, opening	237,234	234,881
Issued on distribution reinvested	2,289	3,380
Issued for cash	27,500	–
Redeemed for cash	(128,370)	–
Balance, March 31	138,653	238,261

The calculation of increased (decrease) in net assets attributable to holders of redeemable units per unit is presented below. Due to rounding, numbers presented may not calculate precisely and not reflect the absolute figures.

March 31, 2021	Series A	Series F	Series I
Increase in net assets attributable to holders of redeemable units (in 000's of $)	443	873	231
Average units outstanding during the period (in 000's of shares)	350	809	248
Increase in net assets attributable to holders of redeemable units per unit	$1.27	$1.08	$0.93

7. Net assets attributable to holders of redeemable units (continued)

Redeemable units (continued)

March 31, 2020	Series A	Series F	Series I
Decrease in net assets attributable to holders of redeemable units (in 000's of $)	(7)	(941)	(601)
Average units outstanding during the period (in 000's of shares)	3	386	236
Decrease in net assets attributable to holders of redeemable units per unit	$(2.43)	$(2.44)	$(2.55)

8. Management fees, expenses and key contracts

(a) Manager and management fees:

The Series A units paid an annual management fee to the Manager of 2.0% of the net asset value of the series. Series F units paid an annual management fee to the Manager of 1.0% of the net asset value of the series. The management fee is calculated and paid monthly. Included in accrued expenses is $14,631 (September 30, 2020 - $3,268) related to these fees.

No management fee is charged to the Series I. Instead, the investors pay a management fee directly to the Manager in an amount determined through negotiation with the Manager.

The Fund will pay the Manager a Performance Fee if the series return of the Fund exceeds the return of a specified benchmark (the “Benchmark”) during the relevant period. The Performance Fee is based on the performance of the Fund determined at the end of each calendar quarter. If the series performance exceeds the Benchmark, 20% of this amount will be multiplied by the average series net asset value during the Performance Measurement Period, as defined. As at March 31, 2021, included in accounts payable is $nil (September 30, 2020 - $nil) related to these fees.

(b) Expenses:

All fees and expenses applicable to the administration and operation of each series, including record keeping and communication costs, custodian fees, legal and filing fees, audit, applicable taxes and bank charges are payable by the Fund. Brokerage costs are incorporated in the cost and proceeds of securities transactions. The Manager has charged

(b) Expenses (continued):

the Fund for administration services. Included in accrued expenses is $2,243 (September 30, 2020 - $1,095) related to these fees.

(c) Operating expense recoveries:

The Manager has agreed to absorb certain expenses associated with some of the Funds. Such absorptions may be terminated at any time without notice. Included in Due from Manager at March 31, 2021 is $nil (September 30, 2020 - $15,401) related to these fees.

9. Brokerage commissions on securities transactions

The Fund paid brokerage commissions amounting to $30,423 (March 31, 2020 - $13,459) in connection with portfolio transactions during the period.

10. Filing of financial statements

The Fund is relying on the exemption provided by Section 2.11 of National Instrument 81-106 and therefore does not file its financial statements with the Ontario Securities Commission.

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