

March 31, 2020

INTERIM FINANCIAL STATEMENTS OF NCM CORE PORTFOLIOS

• NCM Core Canadian • NCM Core Global



TO THE SHAREHOLDERS OF NCM CORE PORTFOLIOS LTD.

These unaudited interim financial statements are as at March 31, 2020. The unaudited interim financial statements are prepared in accordance with International Financial Reporting Standards (“IFRS”) and include statements of financial position as at March 31, 2020 and September 30, 2019, statements of comprehensive income, changes in net assets attributable to shareholders, and cash flows for the six months ended March 31, 2020 and 2019; 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 Core Portfolios Ltd.
May 28, 2020

NCM CORE CANADIAN

Interim Statements of Financial Position
(unaudited)


(in Canadian dollars, except shares outstanding)

As at	March 31 2020	September 30 2019
Assets		
Cash and cash equivalents	786,683	378,086
Dividends receivable	37,493	58,839
Due from Manager (note 7)	13,347	29,622
Portfolio assets sold	475,967	346,973
Shares issued	–	54,415
Investments, at fair value through profit or loss	14,153,486	19,796,817
Total assets	15,466,976	20,664,752
Liabilities		
Accrued expenses (note 7)	23,547	49,522
Dividends payable	–	30,052
Portfolio assets purchased	867,258	281,126
Shares redeemed	9,620	20,385
Total liabilities (excluding net assets attributable to holders of redeemable shares)	900,425	381,085
Net assets attributable to holders of redeemable shares	14,566,551	20,283,667
Net assets attributable to holders of redeemable shares:		
Series A	5,706,379	7,614,859
Series F	3,724,170	4,410,532
Series M	880,543	1,004
Series R	3,806,624	6,676,929
Series Z	448,835	1,580,343
Redeemable shares outstanding (note 6):		
Series A	224,612	242,044
Series F	140,222	135,019
Series M	32,425	30
Series R	140,160	200,841
Series Z	16,521	47,529
Net assets attributable to holders of redeemable shares per share:		
Series A	25.41	31.46
Series F	26.56	32.67
Series M*	27.16	33.25
Series R	27.16	33.24
Series Z	27.17	33.25

*Due to rounding, the NAV/share presented may not calculate precisely and not reflect the absolute figure.

See accompanying notes to interim financial statements.

On behalf of the Board of Directors of NCM Asset Management Ltd.



Alex Sasso



Keith Leslie

NCM CORE CANADIAN

Interim Statements of Comprehensive Income (Loss)
(unaudited)

Six months ended March 31, 2020 and 2019

(in Canadian dollars)

	2020	2019
Dividend income	313,213	273,393
Interest for distribution purposes	10,172	15,249
Securities lending income	2,312	–
Net gain (loss) on investments at fair value through profit or loss		
Net realized gain (loss) on investments	(500,184)	(465,361)
Net change in unrealized appreciation (depreciation) in fair value of investments	(2,681,438)	565,994
Total investment revenue (loss)	(2,855,925)	389,275
Management fees (note 7)	81,968	82,040
Transaction costs	22,188	16,275
Custodian and record keeping fees	20,228	18,054
Administrative fees (note 7)	19,481	12,343
HST/GST	11,080	10,927
Legal and filing fees	5,710	10,810
Computer services	4,859	2,560
Audit fees	2,258	1,876
Other	2,212	2,683
Tax and other professional fees	1,876	5,570
Independent review committee	1,516	1,124
Dividend expense on investments sold short	–	21,257
Risk management fees	–	6,223
Operating expense recovery (note 7)	(13,347)	(17,500)
Total operating expenses	160,029	174,242
Increase (decrease) in net assets attributable to holders of redeemable shares	(3,015,954)	215,033
Change in net assets attributable to holders of redeemable shares (note 6):		
Series A	(1,346,372)	(40,550)
Series F	(860,378)	(11,321)
Series M	(242,918)	–
Series R	(508,633)	281,042
Series Z	(57,653)	(14,138)
Change in net assets attributable to holders of redeemable shares per share (note 6):		
Series A	(5.74)	(0.16)
Series F	(6.22)	(0.09)
Series M	(14.05)	–
Series R	(2.45)	2.44
Series Z	(1.86)	(0.19)

See accompanying notes to interim financial statements.

NCM CORE CANADIAN

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares (unaudited)

Six months ended March 31, 2020 and 2019

(in Canadian dollars)

	All Series		Series A		Series F		Series M		Series R		Series Z	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Net assets attributable to holders of redeemable shares, beginning of period	20,283,667	15,668,759	7,614,859	8,041,901	4,410,532	4,800,201	1,004	-	6,676,929	-	1,580,343	2,826,657
Increase (decrease) in net assets, attributable to holders of redeemable shares	(3,015,954)	215,033	(1,346,372)	(40,550)	(860,378)	(11,321)	(242,918)	-	(508,633)	281,042	(57,653)	(14,138)
Transactions attributable to holders of redeemable shares:												
Issuance of shares	4,227,411	5,533,193	336,268	278,507	310,862	171,920	1,122,457	-	2,457,824	5,055,102	-	27,664
Reinvestment of dividends	-	-	-	-	-	-	-	-	-	-	-	-
Amounts paid on redemptions	(6,928,573)	(1,914,214)	(898,376)	(577,525)	(136,846)	(562,966)	-	-	(4,819,496)	(100,306)	(1,073,855)	(673,417)
	(2,701,162)	3,618,979	(562,108)	(299,018)	174,016	(391,046)	1,122,457	-	(2,361,672)	4,954,796	(1,073,855)	(645,753)
Net assets attributable to holders of redeemable shares, end of period	14,566,551	19,502,771	5,706,379	7,702,333	3,724,170	4,397,834	880,543	-	3,806,624	5,235,838	448,835	2,166,766

See accompanying notes to interim financial statements.

NCM CORE CANADIAN

Interim Statements of Cash Flows
(unaudited)

Six months ended March 31, 2020 and 2019

(in Canadian dollars)

	2020	2019
Cash flows from (used in) operating activities		
Increase (decrease) in net assets attributable to holders of redeemable shares	(3,015,954)	215,033
Adjustments for:		
Net realized (gain) loss on sale of investments at fair value through profit or loss	500,184	465,361
Net change in unrealized (appreciation) depreciation of investments at fair value through profit or loss	2,681,438	(565,994)
Purchase of investments	(27,687,111)	(21,805,297)
Proceeds from the sale of investments	30,606,046	18,219,213
Dividends receivable	21,346	(20,686)
Due from Manager	16,275	49,200
Accrued expenses	(25,975)	(900)
Dividends payable on investments sold short	—	3,109
Net cash from (used in) operating activities	3,096,249	(3,440,961)
Cash flows from (used in) financing activities		
Proceeds from the issuance of redeemable shares	4,281,826	5,530,293
Amounts paid on redemption of redeemable shares	(6,939,338)	(1,912,605)
Distributions to holders of redeemable shares, net of reinvestments	(30,052)	—
Net cash from (used in) financing activities	(2,687,564)	3,617,688
Net increase (decrease) in cash and cash equivalents	408,685	176,727
Effect of exchange rates on cash and cash equivalents	(88)	(131)
Cash and cash equivalents at beginning of period	378,086	2,028,899
Cash and cash equivalents at end of period	786,683	2,205,495
Dividends received, net of withholding tax paid	334,559	252,707
Interest received	10,172	15,249
Dividend expenses on investments sold short	—	18,148

See accompanying notes to interim financial statements.

NCM CORE CANADIAN

Schedule of Investment Portfolio
(unaudited)

As at March 31, 2020

(in Canadian dollars)

Description	Number of Shares	Cost (\$)	Fair Value (\$)	% of Net Assets
CANADIAN EQUITIES				
Communication Services				
BCE Inc.	7,900	452,983	456,067	
TELUS Corp.	14,600	360,879	324,850	
		813,862	780,917	5.4%
Consumer Staples				
Alimentation Couche-Tard Inc., Class 'B'	15,800	579,236	523,770	
Clearwater Seafoods Inc.	41,300	195,630	211,043	
Loblaws Cos. Ltd.	7,700	520,167	558,635	
		1,295,033	1,293,448	8.9%
Energy				
Enbridge Inc.	5,300	282,824	217,194	
Parex Resources Inc.	33,100	556,253	393,890	
Suncor Energy Inc.	12,000	448,840	269,520	
		1,287,917	880,604	6.0%
Financials				
Bank of Nova Scotia	11,600	863,259	666,652	
Brookfield Asset Management Inc., Class 'A'	6,200	387,347	386,756	
ECN Capital Corp.	62,200	271,183	233,872	
Genworth MI Canada Inc.	6,900	370,554	215,763	
Great-West Lifeco Inc.	12,900	426,923	313,599	
Intact Financial Corp.	2,900	422,675	352,727	
National Bank of Canada	6,900	498,527	375,291	
Royal Bank of Canada	14,200	1,335,412	1,237,814	
Sun Life Financial Inc.	6,700	348,199	303,309	
Toronto-Dominion Bank (The)	9,700	707,571	580,351	
		5,631,650	4,666,134	32.0%
Industrials				
Aecon Group Inc.	17,700	298,465	222,312	
Canadian Pacific Railway Ltd.	1,500	452,313	465,825	
Ritchie Bros. Auctioneers Inc.	4,500	251,764	216,900	
Stantec Inc.	10,100	369,137	363,600	
Toromont Industries Ltd.	5,700	332,870	351,405	
Waste Connections Inc.	3,600	468,992	393,120	
		2,173,541	2,013,162	13.8%
Information Technology				
Constellation Software Inc.	500	636,320	639,510	
Enghouse Systems Ltd.	6,500	250,286	282,945	
Open Text Corp.	6,200	297,788	305,102	
		1,184,394	1,227,557	8.4%
Materials				
B2Gold Corp.	84,500	389,477	359,970	
Barrick Gold Corp.	17,300	486,172	447,378	
Cascades Inc.	34,500	401,439	433,665	
Kirkland Lake Gold Ltd.	6,800	383,291	281,860	
		1,660,379	1,522,873	10.5%

NCM CORE CANADIAN

Schedule of Investment Portfolio (continued)
(unaudited)

As at March 31, 2020

(in Canadian dollars)

Description	Number of Shares	Cost (\$)	Fair Value (\$)	% of Net Assets
Real Estate				
Canadian Apartment Properties REIT	6,900	395,278	293,871	
Killam Apartment REIT	19,200	346,034	302,976	
Slate Retail REIT, Class 'U'	16,800	169,787	114,408	
		911,099	711,255	4.9%
Utilities				
Algonquin Power & Utilities Corp.	22,200	424,373	420,690	
Fortis Inc.	6,300	329,027	341,901	
Northland Power Inc.	10,500	334,339	294,945	
		1,087,739	1,057,536	7.3%
TOTAL EQUITIES		16,045,614	14,153,486	97.2%
Less: Transaction costs included in average cost		(4,459)		
TOTAL INVESTMENTS		16,041,155	14,153,486	97.2%
Other assets, less liabilities			413,065	2.8%
TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES			14,566,551	100.0%

NCM CORE GLOBAL

Interim Statements of Financial Position
(unaudited)

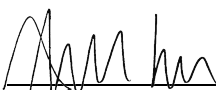
(in Canadian dollars, except shares outstanding)

As at	March 31 2020	September 30 2019
Assets		
Cash and cash equivalents	1,720,378	490,800
Dividends receivable	57,709	36,893
Due from Manager (note 7)	8,268	31,663
Shares issued	38,000	104,708
Unrealized gain on derivative instruments	593	129,146
Investments, at fair value through profit or loss	44,981,731	37,995,617
Total assets	46,806,679	38,788,827
Liabilities		
Accrued expenses (note 7)	36,268	74,663
Shares redeemed	259,265	148,136
Unrealized loss on derivative instruments	796,658	2,287
Total liabilities (excluding net assets attributable to holders of redeemable shares)	1,092,191	225,086
Net assets attributable to holders of redeemable shares	45,714,488	38,563,741
Net assets attributable to holders of redeemable shares:		
Series A	6,077,476	5,034,872
Series F	17,119,458	16,967,692
Series M	4,168,947	178,742
Series R	11,999,680	8,727,590
Series Z	6,348,927	7,654,845
Redeemable shares outstanding (note 6):		
Series A	199,233	148,198
Series F	537,763	481,504
Series M	127,955	4,980
Series R	368,263	243,167
Series Z	194,863	213,288
Net assets attributable to holders of redeemable shares per share:		
Series A	30.50	33.97
Series F	31.83	35.24
Series M*	32.58	35.89
Series R	32.58	35.89
Series Z	32.58	35.89

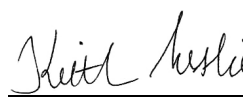
*Due to rounding, the NAV/share presented may not calculate precisely and not reflect the absolute figure.

See accompanying notes to interim financial statements.

On behalf of the Board of Directors of NCM Asset Management Ltd.



Alex Sasso



Keith Leslie

NCM CORE GLOBAL

Interim Statements of Comprehensive Income (Loss)
(unaudited)

Six months ended March 31, 2020 and 2019

(in Canadian dollars)

	2020	2019
Dividend income	367,487	257,646
Interest for distribution purposes	5,231	1,106
Net gain (loss) on investments at fair value through profit or loss		
Net realized gain (loss) on investments	290,122	(87,129)
Net realized gain (loss) on derivative instruments	(2,307,358)	(385,067)
Net change in unrealized appreciation (depreciation) in fair value of investments	(2,656,886)	1,471,419
Net change in unrealized appreciation (depreciation) on derivative instruments	(922,924)	(151,283)
Total investment revenue (loss)	(5,224,328)	1,106,692
Management fees (note 7)	129,448	77,806
Administrative fees (note 7)	36,593	19,624
Custodian and record keeping fees	28,514	22,537
Transaction costs	25,879	15,389
HST/GST	19,598	12,504
Legal and filing fees	11,798	10,863
Computer services	9,120	3,994
Audit fees	7,728	2,378
Other	4,898	3,869
Tax and other professional fees	3,070	7,029
Independent review committee	2,971	1,801
Operating expense recovery (note 7)	(8,267)	(20,000)
Total operating expenses	271,350	157,794
Increase (decrease) in net assets attributable to holders of redeemable shares before tax	(5,495,678)	948,898
Withholding tax expense	48,331	34,877
Increase (decrease) in net assets attributable to holders of redeemable shares	(5,544,009)	914,021
Change in net assets attributable to holders of redeemable shares (note 6):		
Series A	(785,224)	75,089
Series F	(1,997,996)	203,476
Series M	(519,540)	–
Series R	(1,544,330)	484,315
Series Z	(696,919)	151,141
Change in net assets attributable to holders of redeemable shares per share (note 6):		
Series A	(4.78)	0.77
Series F	(4.01)	0.54
Series M	(5.60)	–
Series R	(5.13)	3.41
Series Z	(3.54)	0.80

See accompanying notes to interim financial statements.

NCM CORE GLOBAL

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares (unaudited)

Six months ended March 31, 2020 and 2019

(in Canadian dollars)

	All Series		Series A		Series F		Series M		Series R		Series Z	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Net assets attributable to holders of redeemable shares, beginning of period	38,563,741	23,213,607	5,034,872	2,927,140	16,967,692	14,038,080	178,742	–	8,727,590	–	7,654,845	6,248,387
Increase (decrease) in net assets, attributable to holders of redeemable shares:	(5,544,009)	914,021	(785,224)	75,089	(1,997,996)	203,476	(519,540)	–	(1,544,330)	484,315	(696,919)	151,141
Transactions attributable to holders of redeemable shares:												
Issuance of shares	18,328,206	10,890,393	2,457,400	666,008	4,697,292	2,748,128	4,915,041	–	5,202,687	6,494,391	1,055,786	981,866
Amounts paid on redemptions	(5,633,450)	(6,133,381)	(629,572)	(212,260)	(2,547,530)	(4,677,164)	(405,296)	–	(386,267)	(143,192)	(1,664,785)	(1,100,765)
	12,694,756	4,757,012	1,827,828	453,748	2,149,762	(1,929,036)	4,509,745	–	4,816,420	6,351,199	(608,999)	(118,899)
Net assets attributable to holders of redeemable shares, end of period	45,714,488	28,884,640	6,077,476	3,455,977	17,119,458	12,312,520	4,168,947	–	11,999,680	6,835,514	6,348,927	6,280,629

See accompanying notes to interim financial statements.

NCM CORE GLOBAL

Interim Statements of Cash Flows
(unaudited)

Six months ended March 31, 2020 and 2019

(in Canadian dollars)

	2020	2019
Cash flows from (used in) operating activities		
Increase (decrease) in net assets attributable to holders of redeemable shares	(5,544,009)	914,021
Adjustments for:		
Net realized (gain) loss on sale of investments at fair value through profit or loss	(290,122)	87,129
Net change in unrealized (appreciation) depreciation of investments at fair value through profit or loss	2,656,886	(1,471,419)
Net change in unrealized (appreciation) depreciation on derivative instruments	922,924	151,283
Purchase of investments	(13,406,264)	(8,049,574)
Proceeds from the sale of investments	4,046,923	2,415,001
Dividends receivable	(20,816)	(29,265)
Due from Manager	23,395	67,200
Accrued expenses	(38,395)	(2,000)
Net cash from (used in) operating activities	(11,649,478)	(5,917,624)
Cash flows from (used in) financing activities		
Proceeds from the issuance of redeemable shares	18,394,914	11,046,595
Amounts paid on redemption of redeemable shares	(5,522,321)	(6,216,908)
Net cash from (used in) financing activities	12,872,593	4,829,687
Net increase (decrease) in cash and cash equivalents	1,223,115	(1,087,937)
Effect of exchange rates on cash and cash equivalents	6,463	(2,119)
Cash and cash equivalents at beginning of period	490,800	1,508,994
Cash and cash equivalents at end of period	1,720,378	418,938
Dividends received, net of withholding tax paid	298,340	193,504
Interest received	5,231	1,106

See accompanying notes to interim financial statements.

NCM CORE GLOBAL

Schedule of Investment Portfolio
(unaudited)

As at March 31, 2020

(in Canadian dollars)

Description	Number of Shares	Cost (\$)	Fair Value (\$)	% of Net Assets
CANADIAN EQUITIES				
Financials				
Royal Bank of Canada	8,550	850,046	745,303	
Toronto-Dominion Bank (The)	11,200	811,425	670,096	
		1,661,471	1,415,399	3.1%
TOTAL CANADIAN EQUITIES		1,661,471	1,415,399	3.1%
UNITED STATES EQUITIES				
Communication Services				
Alphabet Inc., Class 'A'	665	896,207	1,099,818	
Facebook Inc., Class 'A'	4,750	1,188,486	1,127,720	
Verizon Communications Inc.	7,205	513,104	551,014	
		2,597,797	2,778,552	6.1%
Consumer Discretionary				
Alibaba Group Holding Ltd., ADR	4,560	1,047,317	1,262,268	
Home Depot Inc. (The)	5,083	1,275,385	1,350,826	
McDonald's Corp.	5,611	1,321,483	1,320,554	
Nike Inc., Class 'B'	10,659	1,056,260	1,255,289	
Starbucks Corp.	10,827	1,001,573	1,013,093	
		5,702,018	6,202,030	13.6%
Consumer Staples				
Altria Group Inc.	10,237	760,459	563,454	
Costco Wholesale Corp.	5,854	1,746,970	2,375,786	
Estée Lauder Cos. Inc. (The), Class 'A'	6,622	1,323,495	1,501,847	
General Mills Inc.	10,719	730,598	805,106	
		4,561,522	5,246,193	11.5%
Energy				
Chevron Corp.	6,728	1,023,022	693,899	
		1,023,022	693,899	1.5%
Financials				
First Republic Bank	14,246	1,874,349	1,668,395	
JPMorgan Chase & Co.	5,840	1,053,128	748,362	
		2,927,477	2,416,757	5.3%
Health Care				
Abbott Laboratories	9,200	1,087,677	1,033,312	
Danaher Corp.	7,196	1,086,243	1,417,655	
Eli Lilly and Co.	5,490	727,757	1,083,985	
Johnson & Johnson	9,120	1,607,428	1,702,192	
Thermo Fisher Scientific Inc.	2,580	978,087	1,041,448	
		5,487,192	6,278,592	13.7%
Industrials				
Lockheed Martin Corp.	1,737	753,409	838,006	
		753,409	838,006	1.8%
Information Technology				
Microsoft Corp.	11,059	1,534,551	2,482,486	
Visa Inc., Class 'A'	8,105	1,511,154	1,858,721	
		3,045,705	4,341,207	9.5%

NCM CORE GLOBAL

Schedule of Investment Portfolio (continued)
(unaudited)

As at March 31, 2020

(in Canadian dollars)

Description	Number of Shares	Cost (\$)	Fair Value (\$)	% of Net Assets
Materials				
Ecolab Inc.	2,470	566,723	547,847	
Sherwin-Williams Co. (The)	720	373,115	470,922	
		939,838	1,018,769	2.2%
TOTAL UNITED STATES EQUITIES		27,037,980	29,814,005	65.2%
INTERNATIONAL EQUITIES				
Denmark				
DSV Panalpina AS	15,158	1,695,953	1,961,203	
Novo Nordisk AS, Series 'B'	8,527	575,896	730,181	
Ringkjoebing Landbobank AS	6,898	546,399	551,491	
Topdanmark AS	18,221	1,090,201	1,044,899	
		3,908,449	4,287,774	9.4%
Finland				
Kone OYJ, Class 'B'	7,361	525,724	593,434	
		525,724	593,434	1.3%
Hong Kong				
AIA Group Ltd.	57,049	759,069	734,912	
		759,069	734,912	1.6%
Indonesia				
PT Bank Central Asia TBK	806,437	1,918,615	1,944,153	
		1,918,615	1,944,153	4.2%
Japan				
Bridgestone Corp.	14,546	773,292	637,298	
Suntory Beverage & Food Ltd.	13,417	760,959	722,631	
		1,534,251	1,359,929	3.0%
Luxembourg				
Spotify Technology SA	2,130	443,114	368,174	
		443,114	368,174	0.8%
Netherlands				
Heineken NV	8,403	1,117,963	999,490	
		1,117,963	999,490	2.2%
Norway				
Atea ASA	33,232	542,176	396,838	
		542,176	396,838	0.9%
Portugal				
Galp Energia SGPS SA, Class 'B'	42,401	915,817	688,364	
		915,817	688,364	1.5%
Sweden				
Svenska Handelsbanken AB, Class 'A'	38,297	594,501	457,418	
		594,501	457,418	1.0%
Switzerland				
Givaudan SA, Registered	224	746,974	986,923	
		746,974	986,923	2.2%

NCM CORE GLOBAL

Schedule of Investment Portfolio (continued)
(unaudited)

As at March 31, 2020

(in Canadian dollars)

Description	Number of Shares	Cost (\$)	Fair Value (\$)	% of Net Assets
United Kingdom				
Unilever PLC	12,998	1,012,243	934,918	
		1,012,243	934,918	2.0%
TOTAL INTERNATIONAL EQUITIES		14,018,896	13,752,327	30.1%
TOTAL EQUITIES		42,718,347	44,981,731	98.4%
Less: Transaction costs included in average cost		(33,272)		
TOTAL INVESTMENTS		42,685,075	44,981,731	98.4%
Derivative Assets			593	-%
Derivative Liabilities			(796,658)	-1.7%
Other assets, less liabilities			1,528,822	3.3%
TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES			45,714,488	100.0%

NCM Core Global

Schedule of Derivative Investments - Forward Foreign Currency Contracts (unaudited)

As at March 31, 2020

Counterparty	Credit Rating	Settlement Date	Currency to be Delivered	Fair Value in Cdn Dollars	Currency to be Received	Contract Price	Unrealized Gain
Toronto-Dominion Bank (The)	A-1+	June 15, 2020	3,137,100 NOK	425,065	425,658 CAD	0.1357	593
Net Unrealized Gain							593

Counterparty	Credit Rating	Settlement Date	Currency to be Delivered	Fair Value in Cdn Dollars	Currency to be Received	Contract Price	Unrealized Loss
Toronto-Dominion Bank (The)	A-1+	June 15, 2020	652,200 CHF	962,265	947,277 CAD	1.4524	(14,988)
Toronto-Dominion Bank (The)	A-1+	June 15, 2020	21,500,800 DKK	4,509,479	4,421,304 CAD	0.2056	(88,175)
Toronto-Dominion Bank (The)	A-1+	June 15, 2020	1,423,700 EUR	2,228,462	2,186,091 CAD	1.5355	(42,371)
Toronto-Dominion Bank (The)	A-1+	June 15, 2020	529,400 GBP	934,974	917,662 CAD	1.7334	(17,312)
Toronto-Dominion Bank (The)	A-1+	June 15, 2020	3,989,000 HKD	731,849	703,077 CAD	0.1763	(28,772)
Toronto-Dominion Bank (The)	A-1+	June 15, 2020	101,984,100 JPY	1,348,042	1,326,709 CAD	0.0130	(21,333)
Toronto-Dominion Bank (The)	A-1+	June 15, 2020	3,309,700 SEK	475,937	469,262 CAD	0.1418	(6,675)
Toronto-Dominion Bank (The)	A-1+	April 15, 2020	20,552,000 USD	29,249,127	28,672,095 CAD	1.3951	(577,032)
Net Unrealized Loss							(796,658)

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

1. Reporting Entity

On January 9, 2014, Norrep MG Fund Ltd. changed its name to Norrep Premium Portfolios Ltd. On February 17, 2016 Norrep Premium Portfolios Ltd. changed its name to Norrep Core Portfolios Ltd. On August 27, 2018, Norrep Core Portfolios Ltd. changed its name to NCM Core Portfolios Ltd.

NCM Core Portfolios Ltd. (the "Corporation") consists of NCM Core Canadian, and NCM Core Global (the "Funds"). NCM Core Canadian and NCM Core Global began operations on February 17, 2016. On June 29, 2017, MF Series was renamed as Series A. Additionally, Norrep Core Canadian Pool was renamed as Norrep Core Canadian and Norrep Core Global Pool was renamed as Norrep Core Global. On August 27, 2018, Norrep Core Canadian was renamed as NCM Core Canadian and Norrep Core Global was renamed as NCM Core Global.

Effective August 27, 2018, NCM Core Portfolios Ltd. changed its year end from October 31 to September 30. On October 31, 2018, NCM Premium Growth Class merged into NCM Balanced Income Portfolio and ceased to exist.

The Corporation is authorized to issue 100 Classes of special shares, each Class being issuable in series (collectively the "Special Shares") and an unlimited number of common shares. At March 31, 2020, there were 100 common shares issued as well as two Classes of Special Shares with NCM Core Canadian, and NCM Core Global all issued in five series. Each special share represents an equal undivided interest in the net assets of its Fund. CIBC Mellon Trust Company is the Custodian of the Funds, Scotia Capital Inc. is the Prime Broker, and NCM Asset Management Ltd. ("NCM") is the Manager and Portfolio Manager of the Fund.

2. Basis of preparation

(a) Statement of compliance:

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). The Funds' significant accounting policies under IFRS are presented in note 3. These policies have been applied consistently to all periods presented.

These interim financial statements have also been prepared in accordance with International Accounting Standards ("IAS") 34, Interim financial reporting.

The financial statements of the Funds were approved and were authorized for issue by the Manager's Board of Directors on May 28, 2020.

(b) Basis of measurement:

The financial statements have been prepared on the historical cost basis, except for investments at fair value through profit or loss and derivative instruments which are measured at fair value.

(c) Functional and presentation currency:

The financial statements are presented in Canadian dollars, which is the Funds' functional currency, and all values are rounded to the nearest dollar except where otherwise indicated.

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

2. Basis of preparation (continued)

(d) Use of judgements and estimates:

These financial statements include estimates and assumptions made by management that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and gains and losses during the reporting period. Actual results could differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively. Significant estimates include the valuation of investments and the unrealized gains/losses from investments.

3. Significant accounting policies

The Funds have consistently applied the following accounting policies to all periods presented in these financial statements.

(a) Financial assets and financial liabilities:

(i) Recognition and initial measurement

Financial assets and financial liabilities at fair value through profit or loss are initially recognized on the trade date, which is the date on which the Fund becomes a party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognized on the date on which they are originated.

Financial assets and financial liabilities at fair value through profit or loss are initially recognized at fair value, with transaction costs recognized in profit or loss.

(ii) Derecognition

Financial assets are derecognized only when the contractual rights to the cash flows from the asset expire; or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The Funds derecognize financial liabilities when, and only when, the Funds' obligations are discharged, cancelled or they expire.

(iii) Classification

Effective November 1, 2017 the Fund adopted IFRS 9 Financial Instruments. The standard requires assets to be carried at amortized cost or fair value, with changes in fair value recognized in profit and loss (FVTPL) or fair value through other comprehensive income (FVOCI) based on the entity's business model for managing financial assets and the contractual cash flow characteristics of the financial assets.

Assessment and decision on the business model approach used is an accounting judgement.

Upon transition to IFRS 9, the Fund's financial assets and financial liabilities that were classified as fair value through profit and loss (FVTPL) under IAS 39 continued to be

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

3. Significant accounting policies (continued)

(a) Financial assets and financial liabilities (continued):

(iii) Classification (continued)

categorized as fair value through profit and loss. There were no changes in the measurement attributes for any of the financial assets and financial liabilities upon transition to IFRS 9.

Under IFRS 9, derivatives are classified as FVTPL like other financial assets and liabilities, so there is no requirement to present separately the different component amounts on the Statement of Comprehensive Income as they fall within the same classification; this is a change from the requirement under IAS 39 where derivatives were classified as Held for Trading.

However, Canadian Security Administrators (“CSA”) regulatory requirements under NI 81-106 prescribe the individual line items that are required to be disclosed which includes separate disclosure for derivatives.

The Funds classify financial assets and financial liabilities into the following categories.

Financial assets at fair value through profit or loss:

- All investments, including derivatives

Financial assets at amortized cost:

- Cash and cash equivalents and receivables

Financial liabilities at amortised cost:

- All liabilities other than redeemable shares

The Funds designate all financial assets and liabilities at fair value through profit or loss on initial recognition because it manages securities on a fair value basis in accordance with its documented investment strategy. Internal reporting and performance measurement of these securities and the Fund as a whole is on a fair value basis. The Manager also receives management fees which are based on the overall fair value of the Fund.

(iv) Fair value measurement

Fair value is 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 in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

There is no difference between pricing Net Asset Value (“NAV”) and accounting NAV.

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

3. Significant accounting policies (continued)

(a) Financial assets and financial liabilities (continued):

(v) Amortized cost measurement

The amortized cost of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured at recognition, minus principal repayments (if applicable), plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount recognized and the maturity amount (if applicable), minus any reduction for impairment (if applicable).

(vi) Specific instruments

Cash and cash equivalents

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturities of three months or less from the acquisition date that are subject to an insignificant risk of changes in their fair value and are used by the Funds in the management of short-term commitments, other than cash collateral provided in respect of derivatives and securities borrowing transactions.

Redeemable shares

The Funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. The Funds have multiple classes of redeemable shares that do not have identical features and therefore, do not qualify as equity under IAS 32, *Financial Instruments: Presentation*. The redeemable shares, which are classified as financial liabilities and measured at redemption amount, provide investors with the right to require redemption, subject to available liquidity, for cash at a share price based on the Fund's valuation policies at each redemption date. The shares represent the residual interest in the Fund.

The value at which mutual fund shares are issued or redeemed is determined by dividing the net assets of the Fund at fair value based on last traded price by the total number of mutual fund shares outstanding on the valuation date. Amounts received on the issuance of mutual fund shares and amounts paid on the redemption of mutual fund shares are added to, or deducted from net assets.

(b) Dividend income:

Dividend income is recognized in profit or loss on the date on which the right to receive payment is established. This is usually the ex-dividend date.

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

3. Significant accounting policies (continued)

(c) Dividends to holders of redeemable shares:

Any dividends paid will be in proportion to the number of shares held by each shareholder.

Dividends per share to shareholders is calculated as the total amount of dividends attributable to a series divided by the number of shares of the series at the date of distribution.

(d) Net gain (loss) from financial instruments at fair value through profit or loss:

Net unrealized/realized gain (loss) from financial instruments at fair value through profit or loss is calculated using the average cost method.

Average cost does not include amortization of premiums or discounts on fixed income securities.

(e) Income tax:

The Corporation is qualified as a mutual fund corporation for the purposes of the Income Tax Act (Canada) and the Alberta Corporate Tax Act.

Interest and foreign dividends received, less applicable expenses, are taxed at Federal and Provincial corporate rates less applicable credits for any foreign taxes paid.

Taxable dividends received from taxable Canadian corporations are subject to taxes that are fully refundable upon payment of sufficient taxable dividends to shareholders.

The Corporation is also subject to tax at full corporate rates on 50% of capital gains realized, less allowable capital losses claimed. This tax is generally refundable to the extent that the Corporation distributes its capital gains to shareholders by way of a capital gains dividend, or through the redemption of its shares.

Temporary differences between the tax basis of assets and liabilities and their carrying amounts may be either taxable or deductible. Taxable temporary differences give rise to deferred income tax liabilities and deductible temporary differences give rise to deferred income tax assets. When the fair value of investments is greater than the related tax basis, a deferred income tax liability arises and the deferred tax liability is offset by refundable taxes generated by future payments of capital gains dividends. When the fair value of investments is less than the related tax basis, a deferred income tax asset arises and due to the uncertainty of such deferred income tax assets ultimately being realized, a full valuation allowance is applied to offset the asset. Any unused capital and non-capital losses represent deferred tax assets to the Corporation for which a full valuation allowance has been established such that no net benefit has been recorded by the Corporation.

Income that would give rise to deferred income tax liabilities or assets are distributed out to shareholders.

Certain dividend and interest income received by the Fund is subject to withholding tax imposed in certain countries of origin. Income that is subject to such tax is recognized gross

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

3. Significant accounting policies (continued)

(e) Income tax (continued):

of the taxes and the corresponding withholding tax is recognized as a tax expense. The Funds incurred withholding tax expense accordingly;

	March 31, 2020	March 31, 2019
NCM Core Canadian	–	–
NCM Core Global	48,331	34,877

(f) Increase (decrease) in net assets attributable to holders of redeemable shares:

The net assets attributable to holders of redeemable shares per share is calculated by dividing the net assets attributable to holders of redeemable shares of a particular series of shares by the total number of shares of that particular series outstanding at the end of the period.

Increase (decrease) in net assets attributable to shareholders per share is calculated as increase (decrease) in net assets attributable to shareholders, divided by the weighted average shares outstanding during the period.

(g) Translation of foreign currency:

Foreign currency amounts are expressed in Canadian dollars as follows:

- (i) fair value of investments and accrued receivables and payables and other assets and liabilities at the rate of exchange at the end of the period; and
- (ii) purchases and sales of investments and dividend and interest income at the rate of exchange prevailing on the respective dates of such transactions.

Foreign currency differences are recognized as a component of net gain/loss from financial instruments at fair value through profit or loss.

(h) Derivative financial instruments:

The Funds may use derivative financial instruments to reduce their exposure to fluctuations in foreign currency exchange rates. Derivative financial instruments are recorded at mark to market with changes in fair value recorded in the statement of comprehensive income.

Options are contracts entitling the holder to purchase or sell a specified item at a specified price, during a specified period or on a specified date. Options purchased are recorded as investments; options written (sold) are recorded as liabilities. Any gain or loss resulting from revaluation is included in change in unrealized gain (loss) on derivative instruments on the statements of comprehensive income. Upon closing of an option, other than by exercise, which results in a cash settlement, the difference between the premium (original option value) and the settlement proceeds is included in net realized gain (loss) on derivative instruments on the statements of comprehensive income. When securities are acquired or delivered upon exercise of an option, the acquisition cost or sale proceeds are adjusted by the amount of the premium. When an option is closed, the difference between the premium and the cost to close

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

3. Significant accounting policies (continued)

(h) Derivative financial instruments (continued):

the position is included in net realized gain (loss) on derivatives on the statements of comprehensive income.

When an option expires, the premium for options written or purchased is reflected in the statements of operations as net realized gain (loss) on derivative instruments.

The risks include the possibility there may be an illiquid options market or the inability of the counterparties to fulfill their obligations under the contract. Writing options involves, to varying degrees, elements of market risk in excess of the amount recognized in the statements of financial position.

(i) Securities lending transactions:

The Funds are permitted to enter into securities lending transactions as set out in the Funds' 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 Bank of New York Mellon (collectively 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. 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 as Securities lending income and recognized when earned.

4. Fair value measurement

(a) Investments:

The fair values of financial assets and financial liabilities that are traded on active markets are based on quoted market prices. For all other financial instruments, the Funds determine fair values using other valuation techniques.

For financial instruments that trade infrequently and have little price transparency, fair value is less objective, and requires varying degrees of judgment depending on liquidity, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

A three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's investments. The hierarchy of inputs is summarized below:

- Inputs that are quoted prices (unadjusted) in active markets for identical instruments (Level 1);
- Valuation techniques for which the lowest level input that is significant to fair value measurement is directly or indirectly observable (Level 2);
- Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable (Level 3).

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

4. Fair value measurement (continued)

(a) Investments (continued):

Changes in valuation methods may result in transfers into or out of an investment's assigned level. The Funds recognise transfers between levels of the fair value hierarchy as at the end of the reporting period during which the change occurred.

(b) Fair value hierarchy – Financial instruments measured at fair value:

The tables below analyze investments measured at fair value at March 31, 2020 and September 30, 2019 by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

<i>(in Canadian dollars)</i>	Level 1	Level 2	Level 3	Total
NCM Core Canadian - March 31, 2020				
Public securities				
Equities - long	14,153,486	—	—	14,153,486
Total Investments	14,153,486	—	—	14,153,486

<i>(in Canadian dollars)</i>	Level 1	Level 2	Level 3	Total
NCM Core Canadian - September 30, 2019				
Public securities				
Equities - long	19,796,817	—	—	19,796,817
Total Investments	19,796,817	—	—	19,796,817

<i>(in Canadian dollars)</i>	Level 1	Level 2	Level 3	Total
NCM Core Global - March 31, 2020				
Public securities				
Equities - long	44,981,731	—	—	44,981,731
Unrealized gain on derivative instruments-forward contracts	—	593	—	593
Unrealized loss on derivative instruments-forward contracts	—	(796,658)	—	(796,658)
Total Investments	44,981,731	(796,065)	—	44,185,666

<i>(in Canadian dollars)</i>	Level 1	Level 2	Level 3	Total
NCM Core Global - September 30, 2019				
Public securities				
Equities - long	37,995,617	—	—	37,995,617
Unrealized gain on derivative instruments-forward contracts	—	129,146	—	129,146
Unrealized loss on derivative instruments-forward contracts	—	(2,287)	—	(2,287)
Total Investments	37,995,617	126,859	—	38,122,476

There were no transfers between Level 1, Level 2 and Level 3 during the periods presented.

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

4. Fair value measurement (continued)

(c) Financial instruments not measured at fair value:

The carrying values of cash and cash equivalents, dividends and interest receivable, accrued expenses, and other receivables and payables approximate their fair values due to their short term nature.

5. Financial instruments and associated risks

The Funds' activities expose it to a variety of risks associated with financial instruments as follows: credit risk, liquidity risk and market risk (including currency risk, interest rate risk and price risk). The Funds' overall risk management program seeks to maximize the returns for the level of risk to which the Funds are exposed and seeks to minimize potential adverse effects on the Funds' financial performance. All investments result in a risk of loss of capital.

Credit risk:

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Funds. The carrying amount of cash and cash equivalents and receivables also represents their maximum credit risk.

Credit risk arising on transactions for shares purchased and portfolio assets sold relates to transactions awaiting settlement, also known as settlement risk.

'Settlement risk' is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed. Credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the high credit quality of the brokers used.

For the majority of the transactions, the Funds mitigate this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations. Also, legal entitlement will not pass until all monies have been received for the shares purchased or the portfolio assets sold. If either party does not meet its obligation then the transaction will fail.

Substantially all of the assets of the Funds are held by CIBC Mellon Trust Company, the custodian and the Prime Broker. Bankruptcy or insolvency of the custodian may cause the Funds' rights with respect to securities held by the custodian to be delayed or limited. The Funds monitor risk by monitoring the credit quality, credit rating and financial position of the custodian the Funds use.

If the credit quality or the financial position deteriorates significantly then the Portfolio Manager will move the cash holdings to another financial institution.

The Portfolio Manager analyses credit concentration based on the counterparty, industry and geographical location of the financial assets that each Fund holds.

Other than outlined above there were no significant concentrations of credit risk to counterparties at March 31, 2020 and September 30, 2019.

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

5. Financial instruments and associated risks (continued)

Liquidity risk:

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

The Funds are exposed to daily cash redemptions of redeemable shares. Investments in small, mid-capitalization and micro-capitalization companies may involve greater risks than in larger, more established companies since such companies may have more limited markets and financial resources and their securities may be more sensitive to market changes. As well, the liquidity of the securities may be limited.

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

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

The Funds' liquidity risk is managed on a daily basis by the Portfolio Manager. Minimum cash balances may be required to be maintained in each Fund at the discretion of the Portfolio Manager to allow for monies to cover redemptions. The Funds' redemption policy allows for redemptions at any time during any given month.

The Funds are subject to regulatory requirements whereby the Funds shall not purchase an illiquid asset if, immediately after the purchase, more than ten percent of the net assets of each Fund, taken at market value at the time of purchase, would consist of illiquid assets. Residual contractual maturities of financial liabilities are all due on demand.

Market risk:

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

The Funds' strategies on the management of investment risk are driven by the Funds' investment objectives.

NCM Core Canadian is designed to achieve long-term capital appreciation by investing primarily in equity securities of large capitalization issuers. NCM Core Global will seek to achieve long-term capital appreciation by investing primarily in global equity securities.

No material change in the investment objectives, policies or restrictions of a Fund may be made without the approval of a two-thirds majority of the votes cast by shareholders at a meeting of the Fund duly called for that purpose.

The Funds' 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 Funds' investment portfolio at March 31, 2020 are disclosed in the schedule of investment portfolio.

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

5. Financial instruments and associated risks (continued)

Market risk (continued):

(a) Currency risk:

The Funds may invest in financial instruments and enter into transactions denominated in currencies other than the Canadian dollar. Consequently, the Funds are exposed to risks that the exchange rate of the Canadian dollar to other foreign currencies may fluctuate.

The Funds may use derivatives to hedge the foreign currency exposure. Such permitted derivatives may include exchange-traded options, futures contracts, and options on futures, over-the-counter options and forward contracts.

At March 31, 2020 and September 30, 2019, NCM Core Global had the following foreign currency exposure as a percentage of the net asset value, including the impact of outstanding derivatives.

NCM Core Global	2020	2019
Indonesian Rupiah	4.3%	4.7%
U.S. Dollar	2.2%	1.9%
Euro	0.1%	0.3%
Swiss Franc	0.1%	0.1%
Japanese Yen	-	0.1%
Norwegian Krone	(0.1)%	0.1%
Danish Kroner	(0.4)%	0.3%

Sensitivity Analysis:

At March 31, 2020 and September 30, 2019, had the Canadian dollar strengthened or weakened by 1% in relation to all currencies, with all other variables held constant, including the impact of outstanding derivative instruments, net assets attributable to the holders of redeemable shares and the change in net assets attributable to holders of redeemable shares would have increased or decreased by the amounts shown below. In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

NCM Core Global <i>(in Canadian dollars)</i>	2020	2019
Indonesian Rupiah	19,448	18,217
U.S. Dollar	10,233	7,334
Euro	624	1,179
Swiss Franc	462	372
Japanese Yen	119	367
Hong Kong Dollar	31	(191)
British Pound	(1)	133
Swedish Kroner	(183)	39
Norwegian Krone	(282)	221
Danish Kroner	(1,932)	992
Total	28,519	28,663

NCM CORE PORTFOLIOS LTD.

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Six months ended March 31, 2020 and 2019

5. Financial instruments and associated risks (continued)

Market risk (continued):

(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 the bonds rise. This is because the interest rates of 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.

The majority of the Funds' assets are non-interest-bearing. Interest-bearing financial assets mature or re-price in the short term, being no more than twelve months. There are no interest bearing financial liabilities as a result, the Funds are subject to limited exposure to the risk of fluctuation in the prevailing levels of market interest rates. High yield corporate bond prices are impacted by the credit metrics, liquidity and business fundamentals of the corporate entity with a minimal correlation to 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.

Price risk is managed by the Funds' Portfolio Manager through construction of diversified portfolios. 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. In addition, certain securities are not listed on any prescribed stock exchange and thus a liquid market for resale may not exist.

The Portfolio Manager will monitor these factors daily and make decisions regarding the portfolio based on its knowledge of the market conditions and diversify the portfolio of investments accordingly. The maximum price risk resulting from financial instruments is equivalent to their fair value.

Sensitivity analysis:

Management's estimate of the impact of a 1% increase or decrease on the following indices at March 31, 2020 and September 30, 2019, is an increase or decrease in the net assets attributable to holders of redeemable shares of approximately:

	Total Return Index (In Canadian dollars)	Change in Net Assets	
		2020	2019
NCM Core Canadian	S&P TSX Composite Total Return Index	141,535	197,968
NCM Core Global	MSCI World Net Total Return Index	449,817	379,956

NCM CORE PORTFOLIOS LTD.

Notes to Interim Financial Statements
(unaudited)

Six months ended March 31, 2020 and 2019

5. Financial instruments and associated risks (continued)

Market risk (continued):

(c) Other price risk (continued):

In practice, the actual trading results may differ from this estimate and the difference could be material.

NCM Core Canadian and NCM Core Global financial assets exposed to other price risk are concentrated in the following industries at March 31, 2020 and September 30, 2019.

NCM Core Canadian	2020	2019
Energy	6.2%	9.8%
Materials	10.8%	1.9%
Industrials	14.2%	17.7%
Consumer Discretionary	-	5.0%
Consumer Staples	9.1%	11.2%
Financials	33.0%	27.2%
Information Technology	8.7%	2.5%
Communication Services	5.5%	9.2%
Utilities	7.5%	6.1%
Real Estate	5.0%	9.4%
Total	100.0%	100.0%

NCM Core Global	2020	2019
Energy	3.1%	4.0%
Materials	4.5%	4.4%
Industrials	7.5%	7.0%
Consumer Discretionary	15.2%	15.6%
Consumer Staples	17.6%	18.8%
Health Care	15.6%	11.8%
Financials	19.0%	20.4%
Information Technology	10.5%	11.1%
Communication Services	7.0%	6.9%
Total	100.0%	100.0%

6. Net Assets attributable to holders of redeemable shares

The Corporation is authorized to issue an unlimited number of special shares of up to 100 classes with each class representing a separate fund with its own investment objective and investment portfolio (referred to collectively as the “special shares”).

Each class can be divided into 26 series, each series being comprised of an unlimited number of shares. Currently, there are five series outstanding, Series A, Series F, Series M, Series Z and Series R within NCM Core Canadian and NCM Core Global. Each series ranks equally with respect to dividends 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. Series A shares are sold through the front end sales charge option. Under the front end sales charge option, a commission ranging from 0% to 5% is paid by the investor to the dealer with a 2% redemption fee being charged if the shares are redeemed in the first 30 days.

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6. Net Assets attributable to holders of redeemable shares (continued)

Series F and Series Z are sold without commission provided the purchaser is enrolled in a fee-for-service or wrap program with the dealer. A 2% redemption fee is charged if the Series F and Series Z shares are redeemed in the first 30 days.

On October 1, 2018, NCM Core Canadian and NCM Core Global issued Series R shares. There are no sales charges or commissions payable in respect of purchases of Series R shares. Series R is only available for purchase by the NCM Funds and other funds and accounts managed or advised by the Manager and/or its affiliates.

Series M shares are not available for general public purchase.

In addition, the Corporation is authorized to issue an unlimited number of common shares. The special shares have priority over the common shares with respect to the payment of dividends and the distribution of assets or return of capital in the event of liquidation or dissolution on winding up of the Corporation. 100 common shares were issued on incorporation for \$1.

The shares may be redeemed daily at the net asset value per share of the respective series.

The analysis of movements in the number of redeemable shares was as follows:

NCM Core Canadian	Series A	Series F	Series M	Series R	Series Z
Balance, September 30, 2019	242,044	135,019	30	200,841	47,529
Issued for cash	11,014	9,239	32,395	72,730	–
Redeemed for cash	(28,446)	(4,036)	–	(133,411)	(31,008)
Balance, March 31, 2020	224,612	140,222	32,425	140,160	16,521

NCM Core Canadian	Series A	Series F	Series M	Series R	Series Z
Balance, September 30, 2018	257,477	149,624	–	–	87,257
Issued for cash	9,322	5,589	–	163,821	851
Redeemed for cash	(19,413)	(18,439)	–	(3,172)	(21,630)
Balance, March 31, 2019	247,386	136,774	–	160,649	66,478

NCM Core Global	Series A	Series F	Series M	Series R	Series Z
Balance, September 30, 2019	148,198	481,504	4,980	243,167	213,288
Issued for cash	69,844	128,741	133,418	136,531	27,873
Redeemed for cash	(18,809)	(72,482)	(10,443)	(11,435)	(46,298)
Balance, March 31, 2020	199,233	537,763	127,955	368,263	194,863

NCM Core Global	Series A	Series F	Series M	Series R	Series Z
Balance, September 30, 2018	92,419	431,292	–	–	190,128
Issued for cash	21,991	87,279	–	206,768	30,678
Redeemed for cash	(7,259)	(149,063)	–	(4,464)	(34,922)
Balance, March 31, 2019	107,151	369,508	–	202,304	185,884

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6. Net Assets attributable to holders of redeemable shares (continued)

Increase (decrease) in net assets attributable to holders of redeemable shares per share is calculated as follows:

Due to rounding, numbers presented may not calculate precisely and not reflect the absolute figures.

NCM Core Canadian - March 31, 2020					
	Series A	Series F	Series M	Series R	Series Z
Increase (decrease) in net assets attributable to holders of redeemable shares	\$(1,346,372)	\$(860,378)	\$(242,918)	\$(508,633)	\$(57,653)
Average shares outstanding during the period	234,522	138,253	17,291	207,229	30,935
Increase (decrease) in net assets attributable to holders of redeemable shares per share	\$ (5.74)	\$ (6.22)	\$ (14.05)	\$ (2.45)	\$ (1.86)
NCM Core Canadian - March 31, 2019					
	Series A	Series F	Series R	Series Z	
Increase (decrease) in net assets attributable to holders of redeemable shares		\$ (40,550)	\$ (11,321)	\$281,042	\$ (14,138)
Average shares outstanding during the period		252,183	142,245	114,649	75,080
Increase (decrease) in net assets attributable to holders of redeemable shares per share		\$ (0.16)	\$ (0.09)	\$2.44	\$ (0.19)
NCM Core Global - March 31, 2020					
	Series A	Series F	Series M	Series R	Series Z
Increase (decrease) in net assets attributable to holders of redeemable shares	\$(785,224)	\$(1,997,996)	\$(519,540)	\$(1,544,330)	\$(696,919)
Average shares outstanding during the period	164,159	498,032	92,945	300,974	196,743
Increase (decrease) in net assets attributable to holders of redeemable shares per share	\$ (4.78)	\$ (4.01)	\$ (5.60)	\$ (5.13)	\$ (3.54)
NCM Core Global - March 31, 2019					
	Series A	Series F	Series R	Series Z	
Increase (decrease) in net assets attributable to holders of redeemable shares		\$75,089	\$203,476	\$484,315	\$151,141
Average shares outstanding during the period		99,513	376,008	141,528	188,563
Increase (decrease) in net assets attributable to holders of redeemable shares per share		\$ 0.77	\$ 0.54	\$ 3.41	\$ 0.80

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7. Management fees, expenses and key contracts

(a) Manager and management fees:

NCM Core Canadian paid an annual management fee to the Manager of 1.75% for Series A, of the net asset value of the series. NCM Core Global paid an annual management fee to the Manager of 1.85% for Series A, of the net asset value of the series. The NCM Core Canadian paid an annual management fee of 0.75% for Series F, of the net asset value the series. The NCM Core Global paid an annual management fee of 0.85% for Series F, of the net asset value of the series. The management fee is calculated and paid monthly. No management fees were charged to Series Z; instead, the investors pay an annual flat management fee of \$1,000 per account, directly to the Manager. There are no management fees payable in respect of Series R shares. The NCM Funds and other funds and accounts managed or advised by the Manager and/or its affiliates that invest in Series R shares are charged a management fee for the provision of the services to them. Series M shares are not available for general public purchase. The Manager and its affiliates offer wealth management services including fee-based and managed accounts under the Cumberland Private Wealth brand, and the Series M shares are intended for such accounts. There is no management fee attached to Series M.

Accrued expenses include management fees payable as follows:

<i>(in Canadian dollars)</i>	March 31, 2020	September 30, 2019
NCM Core Canadian	11,632	13,917
NCM Core Global	21,988	19,887

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 Funds. Brokerage costs are expensed as incurred and included in transaction costs.

(b) Expenses:

Accrued expenses include administration services payable to NCM as follows:

<i>(in Canadian dollars)</i>	March 31, 2020	September 30, 2019
NCM Core Canadian	4,011	2,702
NCM Core Global	6,551	4,733

(c) Operating expense recoveries:

NCM has agreed to absorb certain expenses associated with some of the Funds. Such absorptions may be terminated at any time without notice.

Included in accounts receivable are the following related to these items:

	March 31, 2020	September 30, 2019
NCM Core Canadian	13,347	29,622
NCM Core Global	8,267	31,663

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8. Brokerage commissions on securities transactions

The Funds paid brokerage commissions in connection with portfolio transactions during the periods ended March 31, 2020 and 2019 amounting to:

	March 31, 2020	March 31, 2019
NCM Core Canadian	17,483	12,184
NCM Core Global	13,145	8,375

9. Securities lending transactions

In August 2019, the NCM Core Canadian engaged in securities lending. Collateral received on securities lending may be comprised of debt obligations of the Government of Canada and other countries, Canadian provincial or territorial governments, governments of states of the United States of America, and evidence of indebtedness of financial institutions whose short-term debt is rated A-1 or R-1 or equivalent by a recognized, widely followed North American credit rating agency, corporate debt or corporate commercial paper, convertible securities or cash that is not to be invested. The table below shows a reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the remaining Funds for the period ended March 31, 2020 and 2019.

NCM Core Canadian		2020		2019	
Gross securities lending income	\$3,852	100.0%	\$ –	–%	
Withholding taxes	–	–%	–	–%	
Agent fees	\$(1,540)	(40.0%)	–	–%	
Securities lending income	\$2,312	60.0%	\$ –	–%	

Security Lending:	2020	2019
Value of securities loaned	\$ 599,969	\$ –
Value of collateral received	\$ 630,174	\$ –

10. Comparative Figures

Certain 2019 comparative figures have been reclassified to conform with the financial statement presentation adopted for the current period.

11. Subsequent events

Effective May 19, 2020, investors residing in each of Northwest Territories, Nunavut and Yukon can purchase shares in the Funds.

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11. Subsequent events (continued)

In January 2020, the World Health Organization declared the coronavirus a global health emergency and on March 11, 2020, it was declared a global pandemic. The situation is dynamic with various cities and countries around the world responding in different ways to address the outbreak. At this time, governments and businesses around the world are introducing significant new measures to contain and control the spread of the virus.

There had been a significant drop in commodity prices and equity markets have reacted with the biggest decline experienced in more than a decade. In response, both the US Federal Reserve and the Bank of Canada quickly reduced their key interest rates.

The full impact of these circumstances on businesses will not be fully understood until time has passed. While the full impact is not yet known, we will continue to monitor the impact the coronavirus has on the Funds' investments and reflect the consequences as appropriate in our accounting and reporting.

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