



Caldwell Investment Management Ltd.

Independent Investment Managers

Semi-Annual Management Report of Fund Performance

For the Period Ended June 30, 2021

Caldwell North American Fund (formerly Caldwell Balanced Fund)

Note: The fund's auditor does not audit the Management Report of Fund Performance ("MRFP") but checks the figures to ensure they are consistent with the audited financial statements.

This semi-annual management report of fund performance contains financial highlights, but does not contain the complete semi-annual financial statements of the investment fund. You may obtain a copy of the semi-annual financial statements at your request, free of charge, by calling 1-800-256-2441, by writing to us at Caldwell Investment Management Ltd., 150 King Street West, Suite 1702, P.O. Box 47, Toronto, ON M5H 1J9 or by visiting our website at www.caldwellinvestment.com or SEDAR at www.sedar.com.

Securityholders may also contact us by using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



Management Discussion of Fund Performance

Investment Objective

The fundamental investment objective of the Fund is to generate long-term capital appreciation by investing primarily in the equity securities of Canadian and international companies.

The investment objective of the Fund may only be changed with the approval of unitholders at a meeting called for that purpose. The investment objective was recently changed subsequent to the approval of unitholders at a meeting on November 16, 2020.

Results of Operations

The Caldwell North American Fund Series F ("CNAF") gained 11.2% in the first half of 2021 ("1H21"). Both the S&P 500 and TSX Composite index continued to move higher due to rebounding economic growth, strong earnings and ongoing fiscal/monetary stimulus. The S&P 500 gained 14% in 1H21 and ended June 30th 39% higher than the same time a year ago while the S&P TSX gained 15.7% in 1H21 and ended the first half 30% higher compared to the same time in 2020. Strength in both markets was broad based across most sectors however there were notable differences in performance in the Materials (S&P 500 +14% versus S&P TSX -1%), Healthcare (S&P 500 +11% versus S&P TSX +22%), and Industrials (S&P 500 +16% versus S&P TSX +6%) sectors. From a sector allocation standpoint, the fund did well to overweight Healthcare (in the U.S.) and Industrials and benefited from strong security selection in the latter. Being underweight in Communication Services, Consumer Discretionary, Energy and Financials detracted from performance.

Top contributors to CNAF's performance in 1H21 were Tricon Residential ("TCN"), Stantec ("STN") and KKR & Co ("KKR"). A robust U.S. housing market is creating a highly favourable rent pricing environment for TCN and an influx of investor capital into the single family rental space should drive strong growth in the company's asset management business. Stantec benefited from a growing project backlog to energy & resource clients and meaningful exposure to high priority areas of the Biden Administration's infrastructure plan which should lead to accelerated organic growth. A strong M&A pipeline supported by low leverage supports further growth and a likely uptick in utilization should provide a tailwind to margins. Lastly, KKR benefited from higher fee income and strong gains on balance sheet investments. A recent investor day also laid out a reasonable road map for significantly higher than expected fee/earnings growth over the next 3-5 years giving investors greater confidence in the company's outlook.

Leading detractors were IPG Photonics Corporation ("IPG"), ANSYS Inc. ("ANSS") and Parex Resources Inc. ("PXT").

Recent Developments

During 1H21, the fund added a position in Parex Resources Inc. ("PXT").

Parex is a leading oil and natural gas producer with principal properties located in Columbia. A



strong management team and disciplined approach to capital allocation have led to consistently positive free cash flow generation through the most recent oil down cycle. Market conditions in Columbia create a favorable operating environment for incumbents and a strong balance sheet leaves ample room for acquisitions to drive future growth.

Independent Review Committee

Under the provisions of National Instrument 81-107 – *Independent Review Committee for Investment Funds* (NI 81-107”), which came into force on November 1, 2006, it is required that all publicly offered investment funds, such as the Fund, establish an independent review committee (“IRC”) to whom the manager is to refer all potential conflict of interest matters in order to obtain a recommendation or approval, as applicable. NI 81-107 further mandates that the IRC be composed of at least three independent members and requires that they conduct assessments and regularly report to the Manager and unitholders in respect of its duties.

The current members of the Manager’s IRC are Supriya Kapoor, Ann Harris and Jerry Beniuk.

Forward-looking Statements

Certain statements included in this report may constitute forward-looking statements, including those identified by the expressions “believe”, “anticipate”, “expect” or similar expressions to the extent they relate to the Fund, its Manager or its portfolio manager. Such forward-looking statements are not historical facts but reflect the Fund’s, the Manager’s or the portfolio manager’s current expectations regarding future results or events. Such forward-looking statements are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations. Readers are cautioned to consider these and other factors carefully when making decisions with respect to the Fund and not place undue reliance on forward-looking statements. Unless required by applicable law, the Fund does not undertake any obligation to update publicly or to revise any of such forward-looking statements, whether as a result of new information, future events or otherwise.

Forward-looking statements included or incorporated by reference in this report include statements with respect to:

- Interest rates
- Change in accounting policy

Related Party Transactions

Manager and Portfolio Adviser

The Manager is a wholly owned subsidiary of Caldwell Financial Ltd. The Manager is also the portfolio adviser of the Fund. The Manager is responsible for the Fund’s day-to-day operations, provides investment advice and portfolio management services to the Fund and appoints distributors for the Fund. For its administrative services, trustee fees, asset allocation, security selection, ongoing monitoring and related services, the Manager is paid an annual fee up to 2%



based on the net asset value of Series A units of the Fund and up to 1% based on the net asset value of Series F units of the Fund.

Trustee

The trustee of the Fund is Caldwell Investment Management Ltd.

Principal Distributor

Caldwell Securities Ltd. is related to the Manager in that both are wholly-owned subsidiaries of Caldwell Financial Ltd. Caldwell Securities Ltd. markets units of the Fund directly to the public and receives sales commissions and trailer fees based on the total value of their clients' holdings in the Fund on the same basis as other dealers that distribute units to the public.

Brokerage

The purchase and sale of portfolio securities is arranged by the Manager through registered brokers or dealers. The Manager has a regulatory obligation to make reasonable efforts to achieve best execution of those portfolio trades when acting for the Funds. Best execution refers to the most advantageous execution terms reasonably available under the circumstances.

The Manager may choose to execute a portion of the Funds' portfolio transactions with Caldwell Securities Ltd., an affiliate of the Manager. The Manager applies its best execution policy in respect of both affiliated and non-affiliated dealers. Specifically, any trade allocation to an affiliated dealer is based on an assessment of the same best execution criteria.

Because Caldwell Securities Ltd. is an affiliate of the Manager and the interrelationship of their businesses, a conflict of interest exists that has the potential of influencing the Manager's choice of Caldwell Securities Ltd. to execute Fund portfolio transactions. The Manager addresses this conflict of interest by applying its best execution policy and by following best execution standing instructions issued by the Funds' independent review committee.

To date in 2021, the Fund has paid \$nil in commissions to Caldwell Securities Ltd. and has paid \$17,898 in similar period in 2020.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years. This information is derived from the Fund's audited annual financial statements.



The Fund's Net Asset Value (NAV), per Series A Unit, as at June 30, 2021 (unaudited) and December 31 of previous years:

	2021	2020	2019	2018	2017
Net Assets, beginning of year	11.96	11.23	10.03	10.95	10.71
Increase (decrease) from operations:					
Total Revenue	0.08	0.19	0.21	0.17	0.19
Total Expenses	(0.18)	(0.33)	(0.32)	(0.32)	(0.30)
Realized gains (losses) for the period	0.29	(0.15)	0.35	0.53	0.66
Unrealized gains (losses) for the period	1.07	0.94	0.96	(1.21)	(0.31)
Total increase (decrease) from operations ⁽¹⁾	1.26	0.65	1.20	(0.83)	0.24
Distributions:					
From Income (excluding dividends)	0.00	0.00	0.00	0.00	0.00
From Dividends	0.00	0.00	0.00	0.00	0.00
From Capital Gains	0.00	0.00	0.00	0.00	0.00
Return of Capital	0.00	0.00	0.00	0.00	0.00
Total Annual Distributions ⁽²⁾	0.00	0.00	0.00	0.00	0.00
Net Assets at June 30 and December 31 of year shown	13.23	11.96	11.23	10.03	10.95

⁽¹⁾ Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

⁽²⁾ Distributions were paid in cash or reinvested in additional units of the Fund.



The Fund's Net Asset Value (NAV), per Series F Unit, as at June 30, 2021 (unaudited) and December 31 of previous years:

	2021	2020	2019	2018	2017
Net Assets, beginning of year	12.92	11.99	10.59	11.43	11.05
Increase (decrease) from operations:					
Total Revenue	0.09	0.23	0.22	0.18	0.20
Total Expenses	(0.11)	(0.22)	(0.21)	(0.21)	(0.19)
Realized gains (losses) for the period	0.31	(0.09)	0.59	0.52	0.63
Unrealized gains (losses) for the period	1.17	1.14	1.36	(1.32)	(0.32)
Total increase (decrease) from operations ⁽¹⁾	1.46	1.06	1.96	(0.82)	0.32
Distributions:					
From Income (excluding dividends)	0.00	0.00	0.00	0.00	0.00
From Dividends	0.00	0.00	0.00	0.00	0.00
From Capital Gains	0.00	0.00	0.00	0.00	0.00
Return of Capital	0.00	0.00	0.00	0.00	0.00
Total Annual Distributions ⁽²⁾	0.00	0.00	0.00	0.00	0.00
Net Assets at June 30 and December 31 of year shown	14.37	12.92	11.99	10.59	11.43

⁽¹⁾ Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

⁽²⁾ Distributions were paid in cash or reinvested in additional units of the Fund.



Ratios and Supplemental Data - Series A

	2021	2020	2019	2018	2017
Net asset value (000's) ⁽¹⁾	41,578	40,591	40,502	38,746	50,886
Number of units outstanding ⁽¹⁾	3,142,034	3,392,542	3,606,662	3,862,522	4,644,411
Management expense ratio ⁽²⁾	2.78%	2.87%	2.78%	2.83%	2.67%
Management expense ratio before waivers or absorptions	2.78%	2.87%	2.78%	2.83%	2.67%
Portfolio turnover rate ⁽³⁾	7.62%	183.61%	110.83%	406.66%	200.53%
Trading Expense ratio ⁽⁴⁾	0.06%	0.18%	0.22%	0.23%	0.13%

Ratios and Supplemental Data - Series F

	2021	2020	2019	2018	2017
Net asset value (000's) ⁽¹⁾	5,615	4,746	1,304	2,510	2,891
Number of units outstanding ⁽¹⁾	390,787	367,397	108,802	237,061	252,869
Management expense ratio ⁽²⁾	1.64%	1.73%	1.69%	1.71%	1.54%
Management expense ratio before waivers or absorptions	1.64%	1.73%	1.69%	1.71%	1.54%
Portfolio turnover rate ⁽³⁾	7.62%	183.61%	110.83%	406.66%	200.53%
Trading Expense ratio ⁽⁴⁾	0.06%	0.18%	0.07%	0.23%	0.13%

⁽¹⁾ This information is provided as at June 30 (unaudited) and December 31 of the year shown.

⁽²⁾ Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net assets during the period.

⁽³⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

⁽⁴⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.



Management Fees

As compensation for managing the Fund, the Manager can receive an annual fee up to 2% of the average net asset value of the Fund. Such fees are calculated daily and payable monthly. The Manager in turn is responsible for paying investment adviser fees, trustee fees, sales commissions, trailer fees and has chosen to absorb certain expenses for which the Fund is responsible.

Distribution	45%
Management and Portfolio Adviser Services	55%
Waivers and Absorption of Fund Expenses	0%

Past Performance

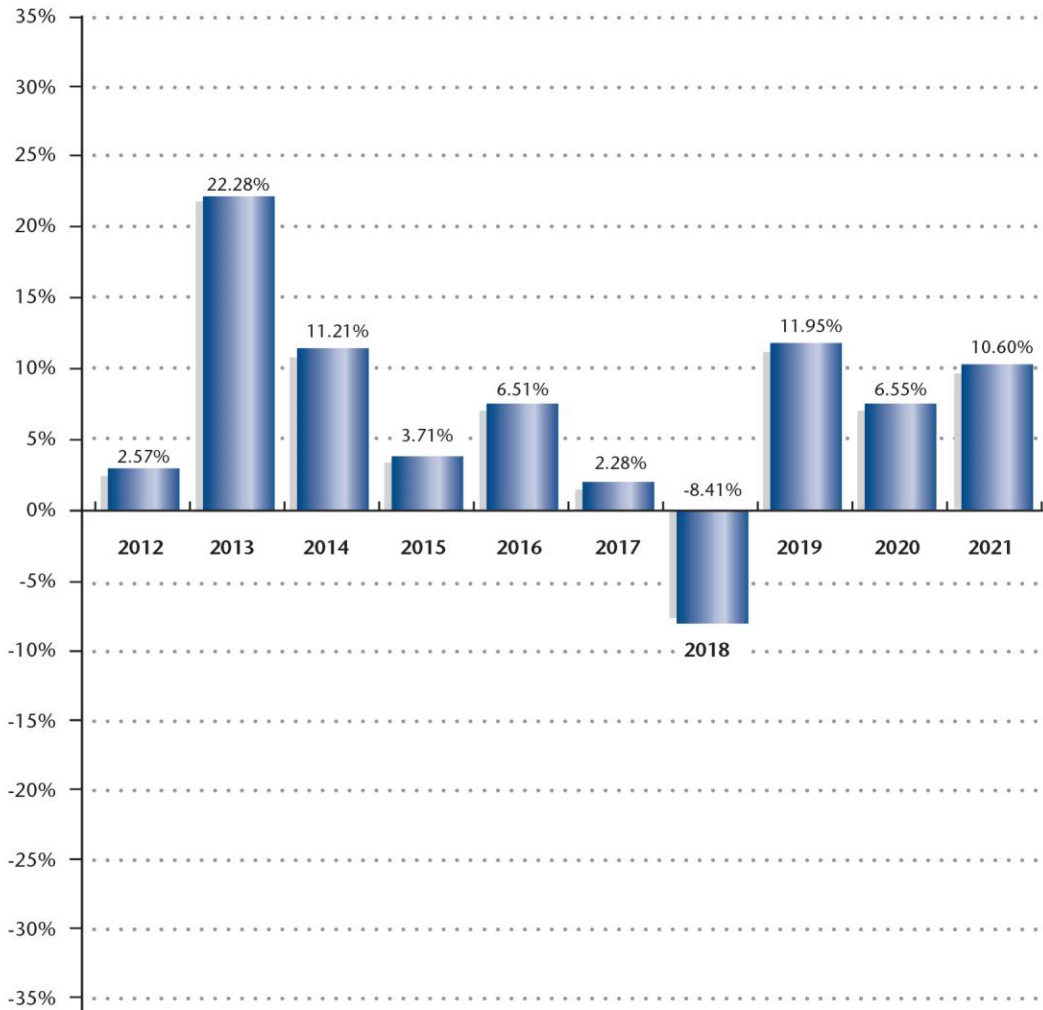
The following charts shows how the Fund has performed in the past, and can help you understand the risks of investing in the Fund. These returns include the reinvestment of all distributions and would be lower if they did not. They don't include deduction of sales, switch, redemption, or other optional charges (which distributors may charge) or income taxes payable, and would be lower if they did. The Fund's past performance is no guarantee of how it will perform in the future.

Year-by-Year Returns

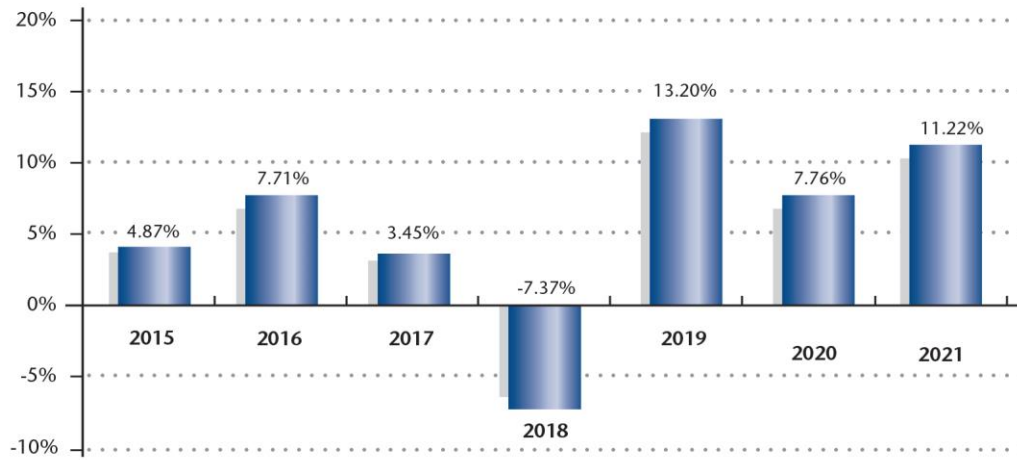
The bar charts show how the Fund's annual past performance has varied from year to year for each of the years shown. It shows in percentage terms how an investment made on January 1 would have increased or decreased by December 31 for that year.



For the years ended December 31 and the semi-annual period ended June 30, 2021



Caldwell North American Fund - Series A

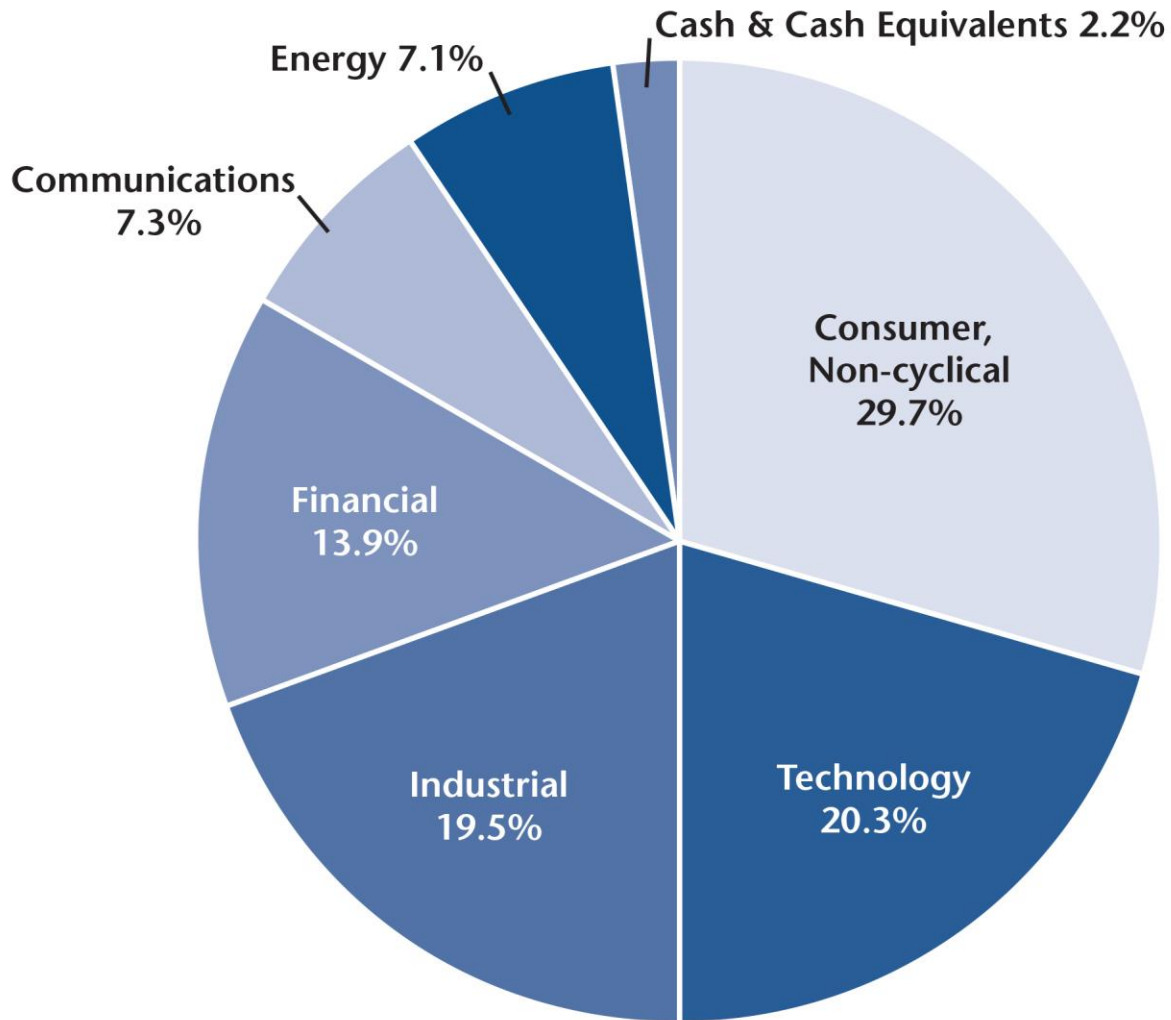


Caldwell North American Fund - Series F



Summary of Investment Portfolio

Portfolio Breakdown as at June 30, 2021



Caldwell North American Fund



Summary of Investment Portfolio
Top 25 Holdings
As at June 30, 2021

SECURITY	Percentage of Net Assets
Tricon Residential Inc.	6.36%
CGI Inc	5.34%
UnitedHealth Group Inc.	5.22%
Motorola Solutions Inc.	5.10%
Visa Inc.	5.10%
Element Fleet Management Corp.	4.94%
Berry Global Group Inc	4.94%
Quest Diagnostics Inc.	4.89%
Boston Scientific Corp.	4.71%
L3Harris Technologies Inc.	4.32%
Broadridge Financial Solutions Inc.	4.25%
Amdocs Inc.	4.19%
Stantec Inc.	4.13%
ANSYS Inc.	3.52%
Johnson & Johnson	3.45%
Premium Brands Holdings Corp.	3.36%
Parex Resources Inc.	3.33%
Keysight Technologies Inc.	3.27%
S&P Global Inc.	3.11%
IPG Photonics Corp.	2.96%
Bird Construction Inc.	2.89%
KKR & Co LP	2.44%
Parkland Corp.	2.25%
Cash & Cash Equivalents	2.23%
Cisco Systems Inc.	2.19%
Top 25 Holdings	98.49%

The summary of investment portfolio may change. A quarterly update is available at www.caldwellinvestment.com.