



Caldwell Investment Management Ltd.

Independent Investment Managers

Semi-Annual Management Report of Fund Performance

For the Period Ended June 30, 2021

Caldwell U.S. Dividend Advantage 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 and Strategies

The fundamental investment objective of the Fund is to provide unitholders with: (i) monthly distributions; and (ii) the potential for capital appreciation and enhanced long-term risk adjusted returns.

The Fund invests primarily in dividend paying equity securities of U.S. domiciled issuers or issuers that derive a significant portion of their revenue or earnings from the U.S.

The investment objective of the Fund may only be changed with the approval of unitholders at a meeting called for that purpose.

The Fund aims to achieve its objectives by investing in an actively managed Portfolio comprised primarily of high- quality U.S. dividend-paying equity securities. By utilizing a unique combination of quantitative and qualitative fundamental analysis, the Manager employs a disciplined investment process to identify securities for inclusion in the Portfolio which are financially strong and have exhibited improving operating performance. Emphasis is particularly placed on those securities and issuers which have demonstrated a history of dividend growth and which offer the potential for future dividend and business growth. The Fund may also invest a portion of its assets in non-dividend paying securities and in the securities of non-U.S. issuers which, in the Manager's opinion, offer the potential to enhance returns and reduce overall Portfolio risk.

The Manager has a conservative bias, placing considerable focus on the price paid for a security and generally intends to invest the Fund in a concentrated basket of securities. The Manager also utilizes a value-based investment philosophy focused on capital preservation and a measured risk approach to capital growth.

In accordance with the requirements of NI 81-102, the Fund may write cash-covered put options or covered call options from time to time in respect of the securities it holds, in order to seek to achieve one or more of the following: (i) enhance the Fund's total returns, (ii) enhance the dividend yield of the Portfolio securities, and/or (iii) lower the overall volatility of the Fund's Portfolio. The Fund may also use warrants, ETFs and derivatives such as options, futures, forward contracts, swaps or customized derivatives to hedge exposure to market, commodity price, foreign exchange, interest rate and/or other risks.

From time to time, the Fund may hold a large portion of its assets in cash or cash equivalents and short-term fixed income securities in anticipation of a market decline or during periods of high market valuations and volatility.

In order to generate additional returns, the Fund may, from time-to-time, enter into securities lending transactions, repurchase transactions and reverse repurchase transactions as permitted and in accordance with the requirements of NI 81-102 and relevant tax legislation. For a description



of these transactions and how the Fund manages the risks associated with these transactions, please see the discussion under Repurchase and reverse repurchase transactions and securities lending risk.

The Fund may engage in active and frequent trading of Portfolio securities in order to capitalize on investment opportunities in changing markets. A mutual fund generally realizes capital gains, or capital losses, if it sells an investment for more, or less, than its cost amount plus reasonable costs of disposition, if any. The higher a fund's Portfolio turnover rate in a year, the more likely it will realize accrued gains or losses which may accelerate the recognition of taxable capital gains if net gains are being realized, and the greater the trading costs payable by the fund in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

The Fund may depart temporarily from the foregoing as a result of adverse market conditions.

Results of Operations

The Caldwell U.S. Dividend Advantage Fund ("CUSDAF") gained 8% in the first half of 2021 ("1H21") versus a gain of 14% for the S&P 500 index ("Index"). The Index continued to move higher on rebounding economic growth, strong earnings and ongoing fiscal/monetary stimulus. Strongest sector performance within the Index came from Energy, Financials, and Real Estate while Utilities and Consumer Staples significantly lagged.

Top contributors to CUSDAF's performance in 1H21 were Motorola Solutions, Inc. ("MSI"), CDW Corporation ("CDW") and Microsoft Corporation ("MSFT"). All three companies saw an increase in demand from both corporate and government customers seeking to modernize/digitize their organizations. Motorola's business is recovering with the economic reopening, particularly as the sales cycle gets back to normal. The latest U.S. stimulus plan provides a multi-year growth tailwind as governments embark on a product refresh cycle and seek to shift their first responder systems to the cloud. Lastly, the blacklisting of two Chinese firms from the U.S. and other Western democratic nations is providing a tailwind to the fixed video security business. While CDW's supply chain woes are not expected to improve until 2022, the company is leveraging its scale to procure product while smaller competitors remain challenged. A growing backlog reflects strong demand from corporate and educational customers as they prepare for back to work/school in a hybrid environment. Small business customers also continue to be an area of strength as they restart projects put on hold during the pandemic. Microsoft continues to see margin expansion as the revenue mix shifts to more profitable segments. Strong uptake of additional products on contract renewals and increasing contract length is also helping drive a significant increase in the number of large Azure cloud contracts.

Leading detractors of performance were Qualcomm Incorporated, Ritchie Bros. Auctioneers Incorporated and Church & Dwight Co., Inc. Qualcomm fell on news that Apple Inc. is developing chipsets for its smartphone and computer line up in-house which would likely lead to the loss of or drastic reduction in business with a material customer. Ritchie Bros, a leading online auctioneer of used heavy duty equipment, moved lower due to a tight used equipment market that limited volumes on the platform. While Church & Dwight continues to see demand above pre-COVID levels for many of its products, supply chain pressures and significant input cost inflation are



weighing on gross margins.

Recent Developments

With rates likely to remain low for the foreseeable future, we believe that dividend strategies could be some of the biggest beneficiaries in this type of environment. Dividend growth investing has been the foundation of our investment approach for the U.S. Dividend Advantage Fund, as these stocks typically provide an attractive risk and reward profile over the long-term. Given the lower interest rate backdrop along with attractive valuations of dividend growth stocks, we believe this is an opportune time for investors to increase their exposure to dividend funds.

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 Y. M. Harris and Jerry Beniuk, all of whom were originally appointed on December 1, 2019.

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 1.75% based on the net asset value of Series A units of the Fund, and up to 0.75% based on the net asset value of Series F and the ETF series units of the Fund.

Trustee

The trustee of the Fund is Caldwell Investment Management Ltd.

Brokerage

The Manager has brokerage arrangements for purposes of trading in the equity markets. The Manager may utilize brokers with whom soft commission arrangements are in place. Any such arrangements will provide for Best Execution (as defined below) and any goods or services received will be of a type which assists in the provision of investment services to the Fund. Neither the Manager nor any of its connected persons will retain any cash commission rebates from such arrangements.

"Best Execution" means the best price and results for the Fund, taking into account price, costs, speed, likelihood of execution and settlement, order size and nature, or any other consideration relevant to the execution of the order.

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 in similar period in 2020, the Fund paid \$54.



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 year. This information is derived from the Fund's audited annual financial statements and is presented for Series A and F units of the Fund and the ETF Series units of the Fund.

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

	2021	2020	2019	2018*
Net Assets, beginning of year	11.32	10.96	9.50	10.11
Increase (decrease) from operations:				
Total Revenue	0.08	0.19	1.59	0.02
Total Expenses	(0.12)	(0.24)	(0.63)	(0.03)
Realized gains (losses) for the period	0.51	0.35	(0.86)	0.46
Unrealized gains (losses) for the period	0.34	0.50	1.93	(0.96)
Total increase (decrease) from operations (1)	0.81	0.80	2.03	(0.51)
Distributions:				
From Income (excluding dividends)	(0.20)	0.00	0.00	0.00
From Dividends	0.00	0.00	0.00	0.00
From Capital Gains	0.00	0.00	0.00	0.00
Return of Capital	0.00	(0.40)	(0.40)	(0.23)
Total Annual Distributions (2)	(0.20)	(0.40)	(0.40)	(0.23)
Net Assets at June 30 and December 31 of year shown	11.96	11.32	10.96	9.50

(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.

* Series A units commenced operations on November 22, 2018.



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	11.86	11.35	9.74	10.80	10.43
Increase (decrease) from operations:					
Total Revenue	0.09	0.19	0.05	0.41	0.58
Total Expenses	(0.07)	(0.13)	(0.24)	(0.35)	(0.36)
Realized gains (losses) for the period	0.54	0.39	0.93	0.50	0.63
Unrealized gains (losses) for the period	0.38	0.25	1.49	(0.97)	0.13
Total increase (decrease) from operations ⁽¹⁾	0.94	0.70	2.23	(0.41)	0.98
Distributions:					
From Income (excluding dividends)	(0.20)	(0.08)	0.00	(0.16)	(0.14)
From Dividends	0.00	0.00	0.00	(0.11)	(0.08)
From Capital Gains	0.00	0.00	0.00	(0.19)	(0.15)
Return of Capital	0.00	(0.32)	(0.40)	0.00	(0.23)
Total Annual Distributions ⁽²⁾	(0.20)	(0.40)	(0.40)	(0.46)	(0.60)
Net Assets at June 30 and December 31 of year shown	12.60	11.86	11.35	9.74	10.80

- ⁽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 ETF Series unit as at June 30, 2021 (unaudited) and at December 31 of previous year:

	2021	2020*
Net Assets, beginning of year	13.69	-
Increase (decrease) from operations:		
Total Revenue	0.10	0.17
Total Expenses	(0.08)	(0.12)
Realized gains (losses) for the period	0.64	0.26
Unrealized gains (losses) for the period	0.41	1.60
Total increase (decrease) from operations ⁽¹⁾	1.07	1.91
Distributions:		
From Income (excluding dividends)	(0.23)	(0.21)
From Dividends	0.00	(0.01)
From Capital Gains	0.00	0.00
Return of Capital	0.00	(0.12)
Total Annual Distributions ⁽²⁾	(0.23)	(0.34)
Net Assets at June 30 and December 31 of year shown	14.54	13.69

⁽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.

* ETF Series units commenced operations on March 11, 2020.



Ratios and Supplemental Data – Series A

	2021	2020	2019	2018
Net asset value (000's) ⁽¹⁾	9,282	8,138	6,332	477
Number of units outstanding ⁽¹⁾	776,264	718,900	577,951	50,183
Management expense ratio ⁽²⁾	1.85%	1.88%	3.18%	2.96%
Management expense ratio before waivers or absorptions	2.57%	2.90%	5.37%	4.47%
Portfolio turnover rate ⁽³⁾	19.28%	54.34%	75.77%	47.40%
Trading Expense ratio ⁽⁴⁾	0.06	0.08%	0.07%	0.31%

Ratios and Supplemental Data – Series F

	2021	2020	2019	2018	2017
Net asset value (000's) ⁽¹⁾	22,441	21,118	22,443	30,033	68,298
Number of units outstanding ⁽¹⁾	1,781,426	1,780,251	2,088,297	3,084,761	5,161,479
Management expense ratio ⁽²⁾	0.85%	0.86%	2.62%	2.90%	2.73%
Management expense ratio before waivers or absorptions	1.44%	1.66%	2.95%	2.94%	2.73%
Portfolio turnover rate ⁽³⁾	19.28%	54.34%	22.53%	47.40%	65.76%
Trading Expense ratio ⁽⁴⁾	0.06%	0.08%	0.08%	0.31%	0.67%

Ratios and Supplemental Data – ETF Series

	2021	2020
Net asset value (000's) ⁽¹⁾	4,724	4,105
Number of units outstanding ⁽¹⁾	325,000	300,000
Management expense ratio ⁽²⁾	0.85%	0.86%
Management expense ratio before waivers or absorptions	2.75%	2.25%
Portfolio turnover rate ⁽³⁾	19.28%	54.34%
Trading Expense ratio ⁽⁴⁾	0.06%	0.08%

⁽¹⁾ This information is provided as at June 30 (unaudited) and December 31 of the previous years 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 asset value during the year.

⁽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 asset value during the year.



Management Fees

The Fund will pay to the Manager an annual management fee (the “Management Fee”) up to 2.75% based on the gross asset value of Series A units of the Fund and up to 1.75% based on the gross asset value of Series F units of the Fund, accrued and calculated daily and payable monthly in arrears, plus applicable taxes.

Distribution	29%
Management and Portfolio Adviser Services	(20)%
Waivers and Absorption of Fund Expenses	91%

Past Performance

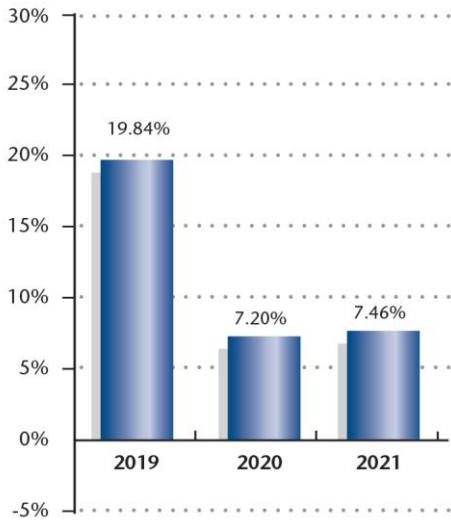
The following charts shows how the Fund has performed in the past, and can help you understand the risks of investing in the Fund. These returns include the reinvestment of all distributions and would be lower if they did not. They don't include deduction of sales, switch, redemption, or other optional 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

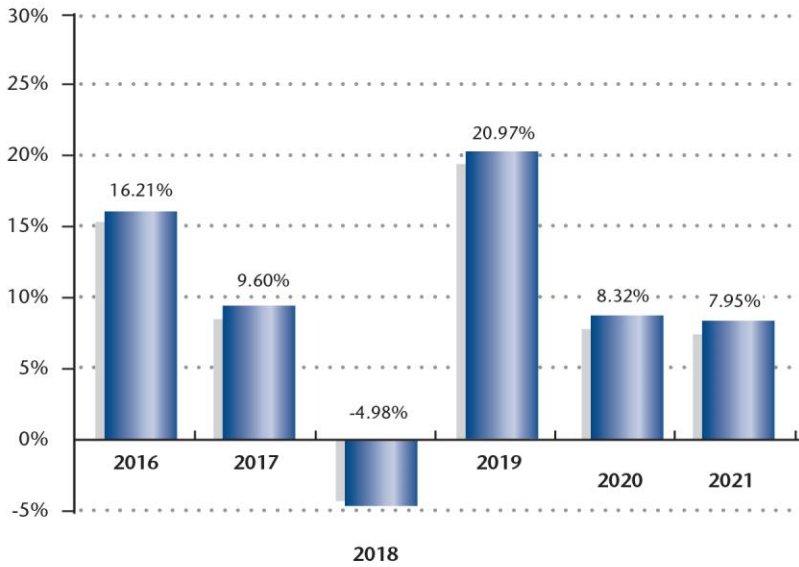
The bar chart shows how the Fund's annual past performance has varied from year to year for each of the years shown. It shows in percentage terms how an investment made on January 1 would have increased or decreased by December 31 for each year.



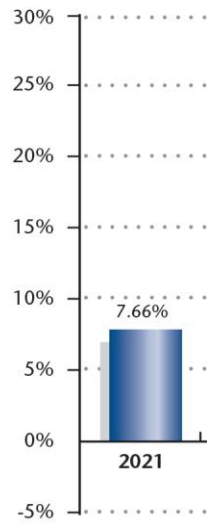
For the years ended December 31 and the semi-annual period ended June 30, 2021



Caldwell U.S. Dividend Advantage Fund – Series A



Caldwell U.S. Dividend Advantage Fund – Series F

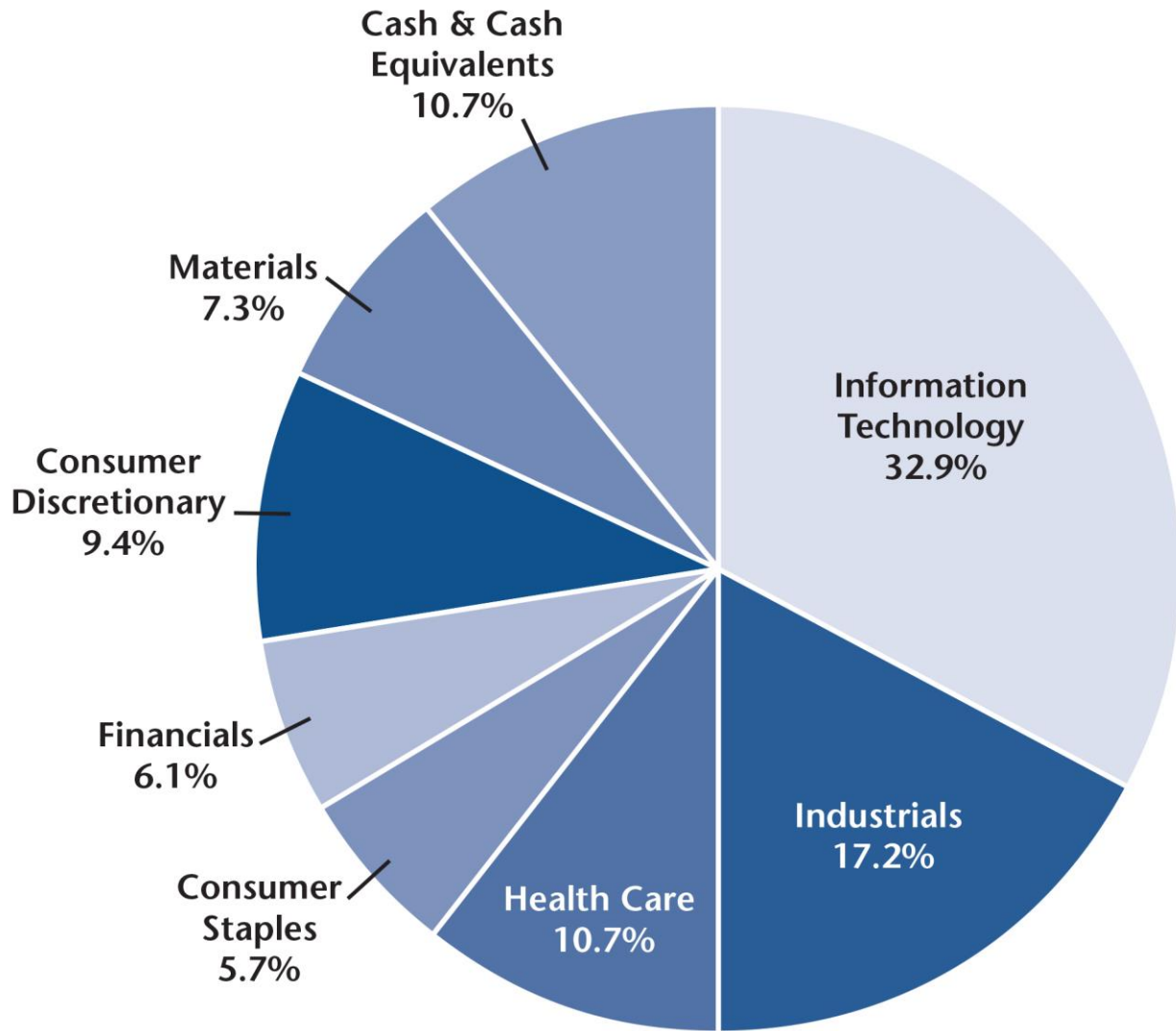


Caldwell U.S. Dividend Advantage Fund – ETF Series



Summary of Investment Portfolio

Portfolio Breakdown as at June 30, 2021



CALDWELL U.S. DIVIDEND ADVANTAGE FUND



CALDWELL U.S. DIVIDEND ADVANTAGE FUND

Summary of Investment Portfolio

Top 25 Holdings

As at June 30, 2021

SECURITY	Percentage of Net Assets
Cash and Cash Equivalents	10.67%
L3Harris Technologies Inc.	5.10%
Tetra Tech Inc.	4.94%
UnitedHealth Group Inc.	4.67%
Broadcom Inc.	4.55%
Microsoft Corp.	4.54%
Motorola Solutions Inc.	4.39%
Martin Marietta Materials Inc.	4.07%
Magna International Inc.	3.72%
Broadridge Financial Solutions Inc. ADR	3.68%
Watsco Inc.	3.41%
Dollar General Corp.	3.31%
Air Products and Chemicals Inc.	3.24%
Quest Diagnostics Inc.	3.10%
S&P Global Inc.	3.06%
Intercontinental Exchange Inc.	3.01%
Alimentation Couche-Tard Inc. Class B	3.00%
CDW Corp.	2.95%
Texas Instruments Inc.	2.94%
Amphenol Corp. Class A	2.93%
Johnson and Johnson	2.88%
Mastercard Inc. Class A	2.84%
Visa Inc Class A	2.73%
Church and Dwight Co. Inc.	2.72%
The Home Depot Inc.	2.39%
Top 25 Holdings	94.91%

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