



# **AlphaDelta Canadian Dividend Income Class**

2022 Semi-annual Management  
Report of Fund Performance

# AlphaDelta Canadian Dividend Income Class

## 2022 Semi-annual Management Report of Fund Performance

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This semi-annual management report of fund performance contains financial highlights but does not contain the complete semi-annual financial statements of AlphaDelta Canadian Dividend Income Class (the “Fund”). You can get a copy of the financial statements at no cost in the following ways; by calling us at (604) 602-1142 or 1-866-602-1142; by writing to us at Qwest Investment Fund Management Ltd., Suite 732, 1055 Dunsmuir Street, Vancouver, BC V7X 1L2; by e-mailing us at [info@qwestfunds.com](mailto:info@qwestfunds.com); by viewing the information on our website at [www.qwestfunds.com](http://www.qwestfunds.com); or by viewing the information on SEDAR at [www.sedar.com](http://www.sedar.com).

Securityholders may also contact us to request a copy of the Fund’s proxy voting policies and procedures, proxy voting disclosure records, or quarterly portfolio disclosures.

### Management Discussion of Fund Performance

#### Investment Objective and Strategies

The Fund seeks to provide investors with income and longer-term capital appreciation by investing primarily in dividend paying equity securities of Canadian and global companies.

The Fund will invest primarily in Canadian and global, dividend paying, equity securities (including securities of unit trusts, real estate investment trusts and depository receipts) and their derivatives, with the intent of providing its shareholders with a consistent annual distribution yield, growth in the absolute level of distributions per share through time and long-term appreciation of capital.

#### Risk

The Fund is suitable for investors seeking income and long-term capital appreciation with a tolerance for medium risk. General risks of an investment in the Fund are detailed in the simplified prospectus and include capital gains risk, concentration risk, market risk, currency risk, derivatives risk, foreign investment risk, class risk, interest rate risk, large transaction risk, among others.

There were no significant changes to the investment objectives and strategies that affected the Fund’s overall level of risk during the reporting period. The risks of investing in the Fund and the suitability of the Fund for particular investor’s remains as discussed in the simplified prospectus.

#### Results of Operations

The Fund commenced operations in August 2018. During the six-month period ended June 30, 2022, the Fund issued 731 Series A shares, 2,921 Series F shares, 3,627 Series H shares and 339,220 Series I shares; during the period then ended, the Fund redeemed 1,362 Series A shares, 8,914 Series F shares and 38,418 Series I shares; during the period then ended, the Fund reinvested 650 Series A shares, 716 Series F shares, 27 Series G shares, 711 Series H shares and 4,712 Series I shares. As at June 30, 2022, 38,590 Series A shares, 41,317 Series F shares, 1,674 Series G shares, 43,719 Series H shares and 621,715 Series I shares were outstanding. During the period ended June 30, 2022, the Fund realized gains of \$7,687 from the disposition of securities.

For the period ended June 30, 2022, the Fund earned dividend income of \$178,724. Total expenses before expense reimbursement was \$145,397 comprised mainly of \$39,645 in shareholder recordkeeping and fund accounting fees, \$21,407 in audit, \$19,870 in management fee, \$15,566 in filing fees and \$11,826 in custodian fees.

Net realized gain and unrealized depreciation of investments are \$7,687 and \$454,195 for the period ended June 30, 2022, respectively.

At June 30, 2022, net assets attributable to holders of redeemable shares for Series A was \$741,536 or \$19.22 per share, for Series F shares was \$807,693 or \$19.55 per share, for Series G shares was \$32,926 or \$19.67 per share, for Series H shares was \$844,911 or \$19.33 per share and for Series I was \$8,042,391 or \$12.94 per share.

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### Recent Developments

The Fund seeks investments in companies that are capable of and committed to generating income for their shareholders. The Fund also emphasizes companies that have delivered a growing stream of income, as it suggests sensible cash flow management and an alignment of interests between corporate Boards and the owners of the company. Over time, the sub-advisor believes this investment profile can deliver attractive risk-adjusted returns to unitholders.

Potential fallout from the war in Ukraine dominated capital market sentiment near the start of the period. Canadian equities rose, while the U.S. was dragged lower on contracting valuations across growth-oriented equities. Volatility was elevated as investors predicted higher interest rates to manage inflation, which reached multi-decade highs. Where inflation initially rose on supply bottlenecks coming out of the pandemic, economic sanctions are now affecting the availability of various commodities, driving prices higher across the board.

The S&P/TSX Composite Total Return Index returned 3.8% in the first quarter, led by the Energy sector. Crude oil rose 32%, first on demand trending toward pre-pandemic levels and second on supply restrictions on Russian exports. The Russia Ukraine war brought to light energy security risks, sending commodity prices, and the shares of energy producers, sharply higher. Recovering gasoline demand as summer driving season approached, also boosted sector valuations. Adding on, OPEC+ maintained its scheduled production increases. Inventories declined, which sent the price of crude oil up to 2014 highs. At the corporate level, there has also been a shift among energy producers, opting against aggressive production expansion to capitalize on peak prices. Instead, many are prioritizing free cash flow generation and return of wealth to shareholders.

Following the modest gain to start to the year, the investing environment changed midway through the period. June marked a challenging end to the first half and the S&P/TSX Composite Total Return Index returned -9.9% over the first half of 2022. Panic selling took hold, and in some cases, equity valuations reached oversold levels. As interest rates rose, price-earnings multiples, which are negatively correlated with rates, declined. Market direction appeared to be driven by poor sentiment and not corporate fundamentals, which remain steady. Inflation continued to surprise to the upside and certain economic indicators faded slightly. All sectors declined during the second quarter, including Energy, although it continued to outperform the benchmark and posted a meaningful gain over the full period. Toward quarter-end, however, recession fears rose and the sector gave back much of its gains.

To combat inflation, central banks in Canada, the U.S., England and Switzerland tightened monetary policy and the coordinated decisions led to worry that higher rates could stifle economic activity. The higher rates and heightened recession fears were largely to blame for the broad valuation reset this quarter. Above average inflation may persist, yet select short-term pressures could self-correct over the coming months. For example, soaring consumer prices may bring people back to the workforce, correcting the labour imbalance that strained businesses and supply chains during the pandemic. Elsewhere, high retail inventories could translate into more discounting activity, gradually alleviating inflation pressures in certain categories.

A takeover offer for Intertape Polymer Group produced a windfall in the Fund. The sub-advisor was pleased that full value for the business was recognized in the acquisition price. An allocation to Intertape Polymer was retained through the period, adding to what was considered to be cash equivalents - a prudent decision in the down market that characterized the second quarter. The acquisition closed in late June, lifting actual cash available to deploy.

Last period, the sub-advisor noted that proceeds from selling Intel could be used to boost exposure to faster growing Information Technology investments at better valuations. Sector valuations corrected quickly and two investments were identified, Microchip Technology and Corning. Microchip designs, manufactures and sells semiconductor products for various embedded control applications including microcontrollers, analog semiconductors and memory devices to various end markets. Of interest was MCHP's strategy to emphasize organic growth over acquisitions and accelerate shareholder dividend increases.

Corning designs widely used glass, ceramic and fiber solutions. The sub-advisor forecasts attractive opportunities in consumer electronics and data infrastructure, as well as its innovative pharmaceutical packaging. Margins remain below

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### Recent Developments (continued)

pre-pandemic levels due to supply chain and inflationary pressures, yet anticipates margins will recover along with volumes going forward.

The sub-advisor also took advantage of the broad correction in Industrials and established a position in Rockwell. Rockwell provides industrial automation solutions used in various consumer, manufacturing, heavy industry and transportation applications. Companies adopt automation for quality control, to improve operating efficiency, or to better capture and analyze process data. These trends are gaining momentum and Rockwell should be well-positioned to continue its record of long-term earnings and dividend growth.

On the sell side, Lockheed Martin was trimmed near record highs, yet the operating environment remains very favourable based on the willingness for governments to increase defense spending. Lockheed is among the Fund's largest U.S. positions and its leverage to military spending came into focus during the period. The sub-advisor has long favoured Lockheed's diversified missile and defense platforms, solid execution and long history of dividend increases.

Bank valuations corrected to inexpensive levels. In May, corporate earnings highlighted their stability and as interest rates rise, net interest margins will expand. Despite the positives, concern about the second half of the year contributed to weakness across the sector. A slower economic environment may reduce loan demand and dampen capital market activity. In addition, government subsidies that supported consumer finances through the pandemic are fading. Combined with high inflation, credit quality could deteriorate from historically strong levels. It is believed that the share prices have adequately corrected to reflect these risks and that there could be buying opportunities over the coming months.

The benchmark decline has been unnerving, however, long-term wealth creation opportunities have surfaced from tremendous buying opportunities like this in the past. The periods following the dot-com bubble and the Global Financial Crisis are good examples; when there is no impairment to the investment thesis and indiscriminate selling drags down high-quality companies, patient investors can benefit handsomely. Importantly, the sub-advisor remains encouraged by the healthy corporate balance sheets, diversified revenue streams and stable order books for many of the Fund investments. Even with the retracement in Energy, the year-over-year ascent in commodity prices has extended the producer group considerable financial flexibility. For example, Canadian Natural Resources, held in the Fund, has impressively repaid debt and repurchased shares this year. The sub-advisor calculates that it can cover its regular expenses and \$3.00/share annual dividend, at less than US\$40 per barrel of crude oil. This implies considerable cushion and was critical to determine, given its 60% dividend increase year-over-year.

As anticipated, the Fund fared better than the benchmark through the challenging first half of 2022. Looking forward, the sub-advisor believes the Fund's defensive characteristics can provide an element of downside protection, should the volatility continue. The sub-advisor has stress-tested the financial health of the Fund holdings in case the economy weakens and is confident that the investment theses remain intact. If history repeats, patient long-term investors should be well-rewarded by remaining invested.

### Related Party Transactions

Pursuant to the amended and restated master management agreement, the Manager is entitled to an annual management fee of 1.70% of the net asset value of Series A shares, 0.70% of the net asset value of Series F shares, 0.35% of the net asset value of Series G shares and 1.35% of the net asset value of Series H shares of the Fund, calculated daily and payable monthly in arrears. For the period ended June 30, 2022, the Fund incurred \$19,870 in management fees of which \$2,828 was payable at June 30, 2022.

In order for the fund to maintain a competitive position with other mutual funds with respect to operating expenses charged to the fund, AlphaDelta Management Corp. ("AlphaDelta"), an affiliate of Qwest Investment Fund Management Ltd. (the "Manager"), has agreed at its discretion to pay for some of the operating expenses of the Fund. AlphaDelta has absorbed a total of \$66,734 of the operating expenses of the fund for the period ended June 30, 2022.

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### Financial Highlights

The following tables show selected key financial information about Series A and are intended to help you understand the financial performance of Series A for the six-month period ended June 30, 2022 and the years ended December 31, 2021, 2020, 2019 and 2018.

#### Net Assets per mutual fund share <sup>(1)</sup>

Net Assets attributable to holders of redeemable shares per Series A	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
<b>Initial NAV</b>	<b>\$20.06</b>	<b>\$18.01</b>	<b>\$15.16</b>	<b>\$13.02</b>	<b>15.00</b>
<b>(Decrease) increase from operations:</b>					
Total revenue	0.35	0.77	0.47	0.61	0.19
Total expenses	(0.30)	(0.65)	(1.36)	(0.36)	(0.10)
Realized (losses) gains	0.02	0.06	(2.70)	0.32	(0.08)
Unrealized (losses) gains	(0.54)	1.87	2.26	2.16	(1.80)
<b>Total (decrease) increase from operations <sup>(2)</sup></b>	<b>(0.48)</b>	<b>2.05</b>	<b>(1.33)</b>	<b>2.73</b>	<b>(1.81)</b>
<b>Distributions:</b>					
From dividends and return of capital	(0.34)	(0.76)	(0.45)	(0.61)	(0.17)
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>(0.34)</b>	<b>(0.76)</b>	<b>(0.45)</b>	<b>(0.61)</b>	<b>(0.17)</b>

<b>Net assets attributable to holders of redeemable shares at end of period/year</b>	<b>19.22</b>	<b>20.06</b>	<b>18.01</b>	<b>15.16</b>	<b>13.02</b>
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<sup>(1)</sup> This information is derived from the Fund's June 30, 2022 semi-annual unaudited financial statements and December 31, 2021, 2020, 2019 and 2018 annual audited financial statements.

<sup>(2)</sup> Net assets attributable to holders of redeemable shares and distributions are based on the actual number of shares outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period.

#### Ratios and Supplemental Data

Series A	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
Total net asset value (000's)	\$742	\$774	\$1	\$4	\$4
Number of mutual fund shares	38,590	38,571	70	281	270
Management expense ratio <sup>(1)</sup>	2.92%	3.30%	11.78%	2.45%	2.19%
Management expense ratio before absorption <sup>(1)</sup>	4.38%	5.24%	12.69%	7.50%	12.20%
Portfolio turnover rate <sup>(2)</sup>	1.33%	6.63%	81.08%	38.31%	4.08%
Trading expense ratio <sup>(3)</sup>	0.07%	0.12%	0.13%	0.05%	0.19%
Net asset value per share	\$19.22	\$20.06	\$18.01	\$15.16	13.02

<sup>(1)</sup> Management expense ratio ("MER") is based on total expenses less commissions for the stated period and is expressed as an annualized percentage of daily average net assets during the period. AlphaDelta may, at its discretion and without notice to shareholders, waive or absorb operating expenses. MER includes the waiver or absorption by AlphaDelta of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by AlphaDelta.

<sup>(2)</sup> The portfolio turnover rate indicates how actively the Manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate is in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gain in the period. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

<sup>(3)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as a percentage of average net assets during the period.

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### Financial Highlights

The following tables show selected key financial information about Series F and are intended to help you understand the financial performance of Series F for the six-month period ended June 30, 2022 and the years ended December 31, 2021, 2020, 2019 and 2018.

#### Net Assets per mutual fund share <sup>(1)</sup>

Net Assets attributable to holders of redeemable shares per Series F	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
<b>Initial NAV</b>	<b>\$20.29</b>	<b>\$18.01</b>	<b>\$15.40</b>	<b>\$13.09</b>	<b>15.00</b>
<b>(Decrease) increase from operations:</b>					
Total revenue	0.35	0.77	0.47	0.61	0.29
Total expenses	(0.18)	(0.46)	(0.95)	(0.20)	(0.07)
Realized (losses) gains	0.02	0.03	(2.24)	0.30	(0.20)
Unrealized (losses) gains	(0.43)	1.89	(2.79)	2.24	(2.21)
<b>Total (decrease) increase from operations <sup>(2)</sup></b>	<b>(0.24)</b>	<b>2.23</b>	<b>(5.51)</b>	<b>2.95</b>	<b>(2.18)</b>
<b>Distributions:</b>					
From dividends and return of capital	(0.34)	(0.77)	(0.44)	(0.61)	(0.28)
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>(0.34)</b>	<b>(0.77)</b>	<b>(0.44)</b>	<b>(0.61)</b>	<b>(0.28)</b>

Net assets attributable to holders of redeemable shares at end of period/year	19.55	20.29	18.01	15.40	13.09
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<sup>(1)</sup> This information is derived from the Fund's June 30, 2022 semi-annual unaudited financial statements and December 31, 2021, 2020, 2019 and 2018 annual audited financial statements.

<sup>(2)</sup> Net assets attributable to holders of redeemable shares and distributions are based on the actual number of shares outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period.

#### Ratios and Supplemental Data

Series F	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
Total net asset value (000's)	\$808	\$945	\$1	\$92	\$90
Number of mutual fund shares	41,317	46,594	70	6,000	6,902
Management expense ratio <sup>(1)</sup>	1.74%	2.30%	7.61%	1.33%	1.36%
Management expense ratio before absorption <sup>(1)</sup>	3.21%	4.16%	9.51%	6.33%	11.01%
Portfolio turnover rate <sup>(2)</sup>	1.33%	6.63%	81.08%	38.31%	4.08%
Trading expense ratio <sup>(3)</sup>	0.07%	0.12%	0.13%	0.05%	0.19%
Net asset value per share	\$19.55	\$20.29	\$18.01	\$15.40	\$13.09

<sup>(1)</sup> Management expense ratio ("MER") is based on total expenses less commissions for the stated period and is expressed as an annualized percentage of daily average net assets during the period. AlphaDelta may, at its discretion and without notice to shareholders, waive or absorb operating expenses. MER includes the waiver or absorption by AlphaDelta of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by AlphaDelta.

<sup>(2)</sup> The portfolio turnover rate indicates how actively the Manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate is in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gain in the period. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

<sup>(3)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as a percentage of average net assets during the period.

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### Financial Highlights

The following tables show selected key financial information about Series G and are intended to help you understand the financial performance of Series G for the six-month period ended June 30, 2022 and the years ended December 31, 2021, 2020, 2019 and 2018.

#### Net Assets per mutual fund share <sup>(1)</sup>

Net Assets attributable to holders of redeemable shares per Series G	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
<b>Initial NAV</b>	<b>20.37</b>	<b>18.01</b>	<b>15.47</b>	<b>13.08</b>	<b>15.00</b>
<b>(Decrease) increase from operations:</b>					
Total revenue	0.35	0.77	0.45	0.61	0.28
Total expenses	(0.15)	(0.35)	(0.91)	(0.14)	(0.05)
Realized (losses) gains	0.02	0.11	(1.53)	0.32	(0.18)
Unrealized (losses) gains	(0.60)	2.27	(2.00)	2.26	(2.41)
<b>Total (decrease) increase from operations <sup>(2)</sup></b>	<b>(0.38)</b>	<b>2.80</b>	<b>(3.99)</b>	<b>3.05</b>	<b>(2.36)</b>
<b>Distributions:</b>					
From dividends and return of capital	(0.35)	(0.77)	(0.44)	(0.61)	(0.28)
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>(0.35)</b>	<b>(0.77)</b>	<b>(0.44)</b>	<b>(0.61)</b>	<b>(0.28)</b>

<b>Net assets attributable to holders of redeemable shares at end of period/year</b>	<b>19.67</b>	<b>20.37</b>	<b>18.01</b>	<b>15.47</b>	<b>13.08</b>
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<sup>(1)</sup> This information is derived from the Fund's June 30, 2022 semi-annual unaudited financial statements and December 31, 2021, 2020, 2019 and 2018 annual audited financial statements.

<sup>(2)</sup> Net assets attributable to holders of redeemable shares and distributions are based on the actual number of shares outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period.

#### Ratios and Supplemental Data

Series G	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
Total net asset value (000's)	\$33	\$34	\$1	\$700	\$620
Number of mutual fund shares	1,674	1,647	70	45,257	47,397
Management expense ratio <sup>(1)</sup>	1.40%	1.77%	7.47%	0.93%	1.00%
Management expense ratio before absorption <sup>(1)</sup>	2.85%	3.77%	9.14%	5.98%	10.52%
Portfolio turnover rate <sup>(2)</sup>	1.33%	6.63%	81.08%	38.31%	4.08%
Trading expense ratio <sup>(3)</sup>	0.07%	0.12%	0.13%	0.05%	0.19%
Net asset value per share	\$19.67	\$20.37	\$18.01	\$15.47	\$13.08

<sup>(1)</sup> Management expense ratio ("MER") is based on total expenses less commissions for the stated period and is expressed as an annualized percentage of daily average net assets during the period. AlphaDelta may, at its discretion and without notice to shareholders, waive or absorb operating expenses. MER includes the waiver or absorption by AlphaDelta of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by AlphaDelta.

<sup>(2)</sup> The portfolio turnover rate indicates how actively the Manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate is in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gain in the period. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

<sup>(3)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as a percentage of average net assets during the period.



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### Financial Highlights

The following tables show selected key financial information about Series H and are intended to help you understand the financial performance of Series H for the six-month period ended June 30, 2022 and the years ended December 31, 2021, 2020, 2019 and 2018.

#### Net Assets per mutual fund share <sup>(1)</sup>

Net Assets attributable to holders of redeemable shares per Series H	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
<b>Initial NAV</b>	<b>\$20.14</b>	<b>\$18.01</b>	<b>\$15.24</b>	<b>\$13.04</b>	<b>15.00</b>
<b>(Decrease) increase from operations:</b>					
Total revenue	0.35	0.79	0.45	0.58	0.19
Total expenses	(0.26)	(0.57)	(0.80)	(0.30)	(0.09)
Realized (losses) gains	0.02	0.05	(2.02)	0.28	(0.08)
Unrealized (losses) gains	(0.69)	1.86	(5.25)	2.95	(1.82)
<b>Total (decrease) increase from operations <sup>(2)</sup></b>	<b>(0.59)</b>	<b>2.13</b>	<b>(7.62)</b>	<b>3.51</b>	<b>(1.79)</b>
<b>Distributions:</b>					
From dividends and return of capital	(0.35)	(0.78)	(0.37)	(0.57)	(0.17)
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>(0.35)</b>	<b>(0.78)</b>	<b>(0.37)</b>	<b>(0.57)</b>	<b>(0.17)</b>

<b>Net assets attributable to holders of redeemable shares at end of period/year</b>	<b>19.33</b>	<b>20.14</b>	<b>18.01</b>	<b>15.24</b>	<b>13.04</b>
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<sup>(1)</sup> This information is derived from the Fund's June 30, 2022 semi-annual unaudited financial statements and December 31, 2021, 2020, 2019 and 2018 annual audited financial statements.

<sup>(2)</sup> Net assets attributable to holders of redeemable shares and distributions are based on the actual number of shares outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period.

#### Ratios and Supplemental Data

Series H	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
Total net asset value (000's)	\$845	\$793	\$1	\$11	\$22
Number of mutual fund shares	43,719	39,381	70	714	1,687
Management expense ratio <sup>(1)</sup>	2.53%	2.87%	6.13%	2.08%	1.84%
Management expense ratio before absorption <sup>(1)</sup>	3.96%	4.83%	8.66%	7.01%	11.84%
Portfolio turnover rate <sup>(2)</sup>	1.33%	6.63%	81.08%	38.31%	4.08%
Trading expense ratio <sup>(3)</sup>	0.07%	0.12%	0.13%	0.05%	0.19%
Net asset value per share	\$19.33	\$20.14	\$18.01	\$15.24	\$13.04

<sup>(1)</sup> Management expense ratio ("MER") is based on total expenses less commissions for the stated period and is expressed as an annualized percentage of daily average net assets during the period. AlphaDelta may, at its discretion and without notice to shareholders, waive or absorb operating expenses. MER includes the waiver or absorption by AlphaDelta of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by AlphaDelta.

<sup>(2)</sup> The portfolio turnover rate indicates how actively the Manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate is in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gain in the period. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

<sup>(3)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as a percentage of average net assets during the period.



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### Financial Highlights

The following tables show selected key financial information about Series I and are intended to help you understand the financial performance of Series I for the six-month period ended June 30, 2022 and the years ended December 31, 2021, 2020, 2019 and 2018.

#### Net Assets per mutual fund share <sup>(1)</sup>

Net Assets attributable to holders of redeemable shares per Series I	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
<b>Initial NAV</b>	<b>\$13.37</b>	<b>\$11.78</b>	<b>\$15.55</b>	<b>\$13.10</b>	<b>15.00</b>
<b>(Decrease) increase from operations:</b>					
Total revenue	0.25	0.52	0.56	0.62	0.20
Total expenses	(0.07)	(0.37)	(1.48)	(0.08)	(0.02)
Realized (losses) gains	0.01	0.08	(2.57)	0.32	(0.09)
Unrealized (losses) gains	(0.76)	1.58	(0.02)	2.18	(1.82)
<b>Total (decrease) increase from operations <sup>(2)</sup></b>	<b>(0.57)</b>	<b>1.81</b>	<b>(3.51)</b>	<b>3.04</b>	<b>(1.73)</b>
<b>Distributions:</b>					
From dividends and return of capital	(0.25)	(0.52)	(0.59)	(0.62)	(0.18)
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>(0.25)</b>	<b>(0.52)</b>	<b>(0.59)</b>	<b>(0.62)</b>	<b>(0.18)</b>
<b>Net assets attributable to holders of redeemable shares at end of period/year</b>	<b>\$12.94</b>	<b>13.37</b>	<b>11.78</b>	<b>15.55</b>	<b>13.10</b>

<sup>(1)</sup> This information is derived from the Fund's June 30, 2022 semi-annual unaudited financial statements and December 31, 2021, 2020, 2019 and 2018 annual audited financial statements.

<sup>(2)</sup> Net assets attributable to holders of redeemable shares and distributions are based on the actual number of shares outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period.

#### Ratios and Supplemental Data

Series I	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
Total net asset value (000's)	\$8,042	\$4,229	\$720	\$856	\$702
Number of mutual fund shares	621,715	316,201	61,175	55,040	53,598
Management expense ratio <sup>(1)</sup>	1.00%	2.86%	12.16%	0.53%	0.51%
Management expense ratio before absorption <sup>(1)</sup>	2.37%	4.60%	13.80%	5.59%	10.20%
Portfolio turnover rate <sup>(2)</sup>	1.33%	6.63%	81.08%	38.31%	4.08%
Trading expense ratio <sup>(3)</sup>	0.07%	0.12%	0.13%	0.05%	0.19%
Net asset value per share	\$12.94	\$13.37	\$11.78	\$15.55	\$13.10

<sup>(1)</sup> Management expense ratio ("MER") is based on total expenses less commissions for the stated period and is expressed as an annualized percentage of daily average net assets during the period. AlphaDelta may, at its discretion and without notice to shareholders, waive or absorb operating expenses. MER includes the waiver or absorption by AlphaDelta of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by AlphaDelta.

<sup>(2)</sup> The portfolio turnover rate indicates how actively the Manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate is in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gain in the period. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

<sup>(3)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as a percentage of average net assets during the period.

## AlphaDelta Canadian Dividend Income Class

### 2022 Semi-annual Management Report of Fund Performance

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#### Management Fees

The Manager provides administration and portfolio advisory services to the Fund.

Management fees paid by each series of the Fund are calculated up to the annual percentages, before GST/HST, of the daily net asset value of each series of the Fund. The breakdown of the services received in consideration of the management fees for each series, as a percentage of the management fees, is as follows:

	Management Fees	<u>Breakdown of Services</u>	
		Distribution	Other*
Series A	1.70%	59%	41%
Series F	0.70%	-	100%
Series G	0.35%	-	100%
Series H	1.35%	74%	26%
Series I <sup>(1)</sup>			

\*Includes all costs related to management, investment advisory services, general administration and profit.

<sup>(1)</sup> Series I management fees are negotiated and by the investor and paid directly to the Manager

See also “Related Party Transactions” with respect to management fees payable to the Manager in accordance with the master management agreement.

# AlphaDelta Canadian Dividend Income Class

## 2022 Semi-annual Management Report of Fund Performance

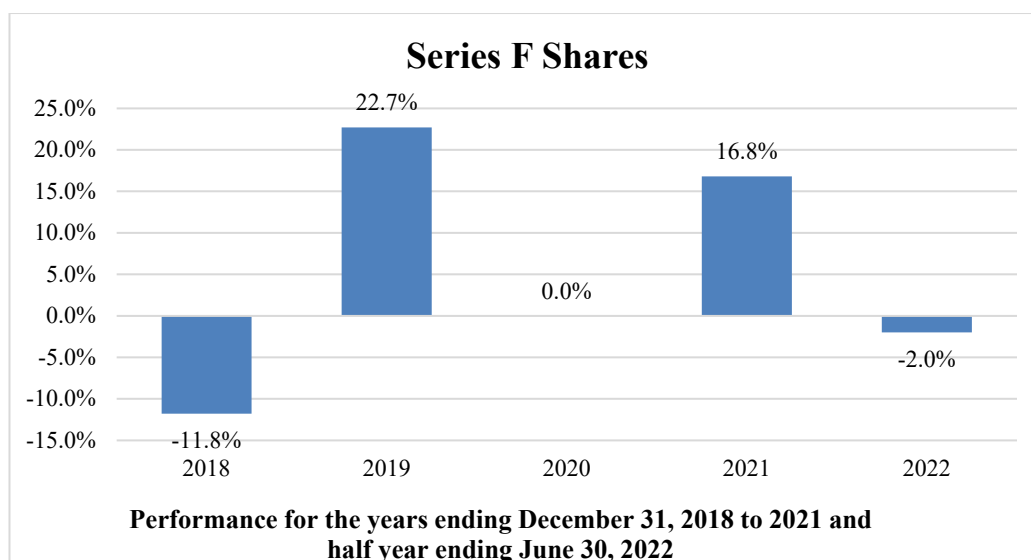
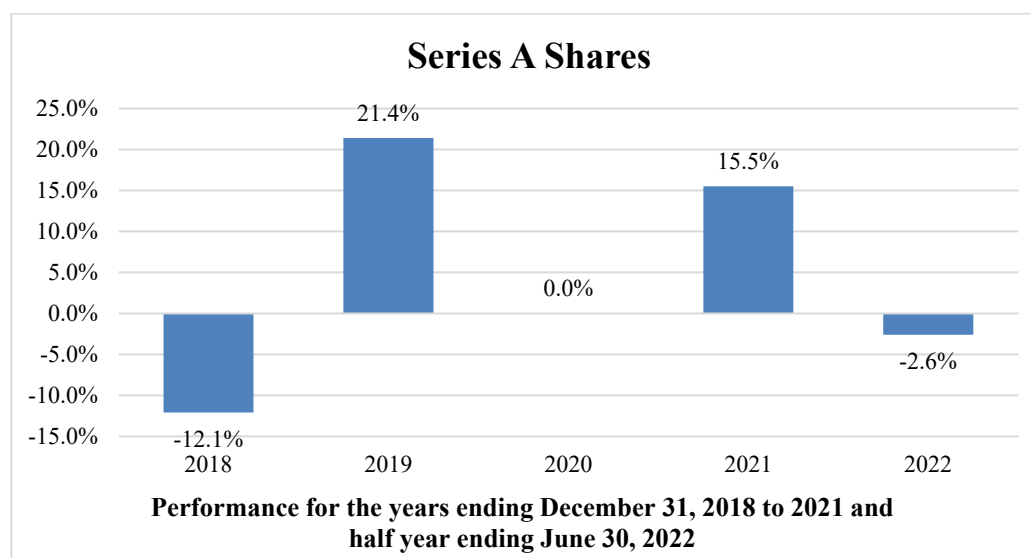
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### Past Performance

The performance information shown assumes that all distributions made by the Fund were reinvested in additional securities of the investment portfolio. The performance information below does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Past performance of the investment portfolio does not necessarily indicate its future performance.

### Year-by-Year Returns

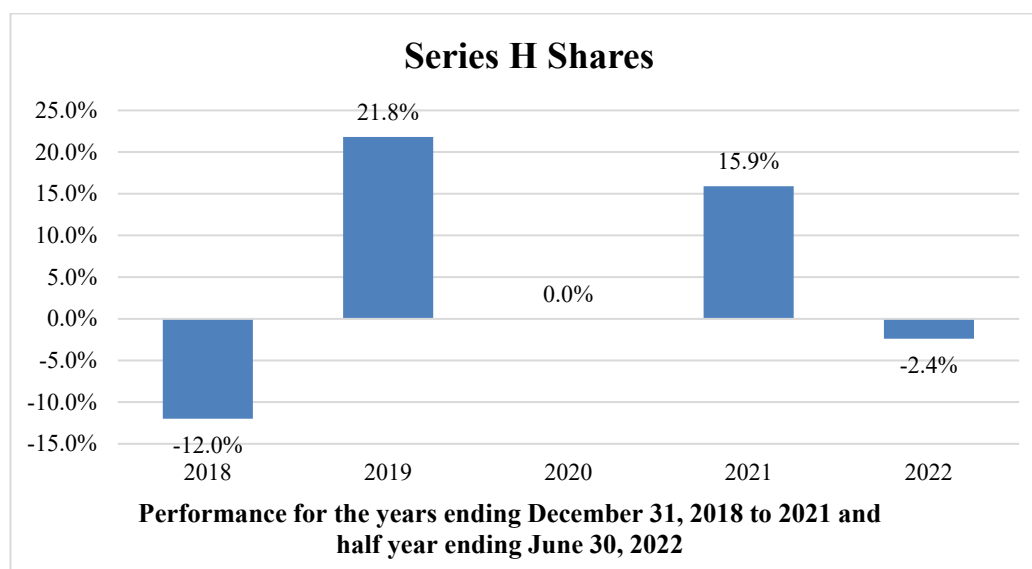
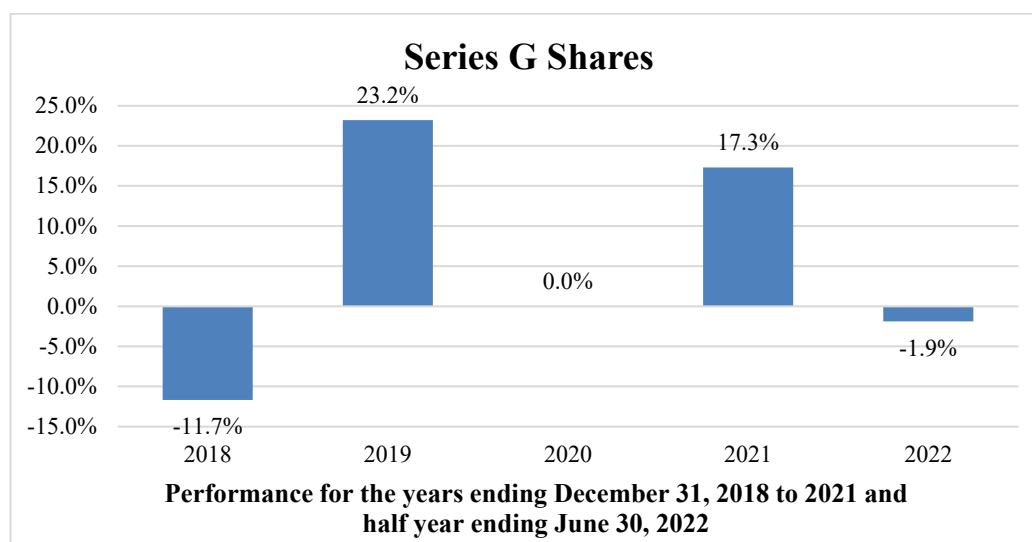
The charts show the performance of the investment portfolio for the years shown and illustrates how the investment portfolio's performance has changed from year to year. The charts show, in percentage terms, how an investment made on the first day of each financial year would have grown or decreased by December 31 or June 30 of that year.



## AlphaDelta Canadian Dividend Income Class

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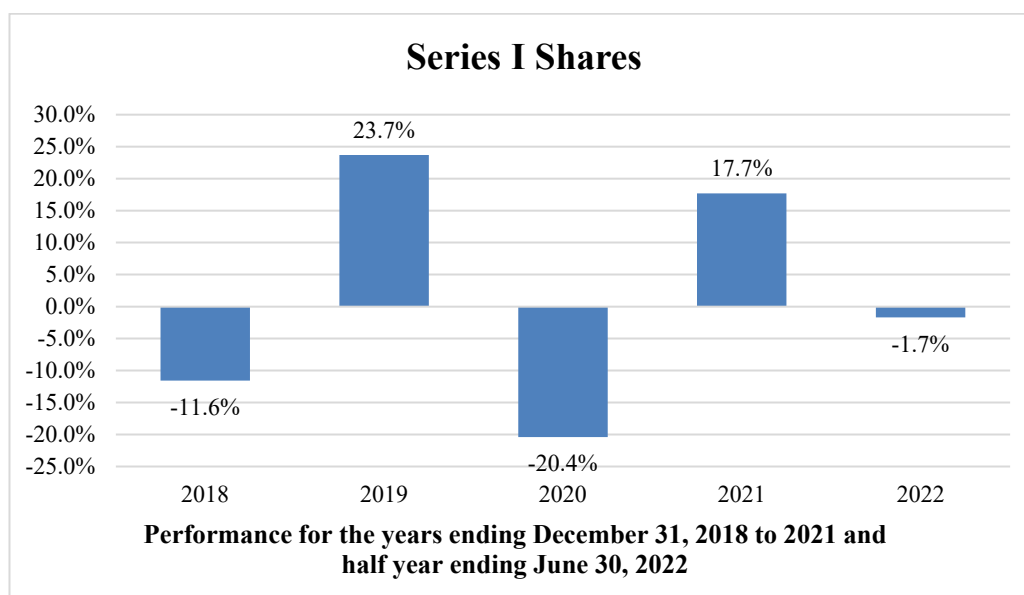
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#### Annual Compound Returns

The table below compares the investment portfolio's compound return to the S&P 500 and S&P/TSX Composite Index for the same time period.

	Half-year	Since Inception
AlphaDelta Canadian Growth of Dividend Income Class – Series A	(2.6%)	8.1%
AlphaDelta Canadian Growth of Dividend Income Class – Series F	(2.0%)	8.6%
AlphaDelta Canadian Growth of Dividend Income Class – Series G	(1.9%)	8.8%
AlphaDelta Canadian Growth of Dividend Income Class – Series H	(2.4%)	8.3%
AlphaDelta Canadian Growth of Dividend Income Class – Series I	(1.7%)	0.2%
S&P 500 Index	(20.6%)	7.1%
S&P/TSX Composite Index	(11.1%)	3.7%

The S&P 500 Index is a broad-based securities market index that statistically measures the state of the stock market based on the performance of 500 most widely held stocks listed on the New York Stock Exchange. The performance of the index is typically viewed as the indicator of US equities and a reflection of the performance of the large-cap companies.

The S&P/TSX Composite Index is a broad-based securities market index that statistically measures the state of the stock market based on the performance of certain stocks listed on the Toronto Stock Exchange. The performance of the index is typically viewed as a broad indicator of the direction of the economy.

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### 2022 Semi-annual Management Report of Fund Performance

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#### Summary of Investment Portfolio

As at June 30, 2022, the net assets attributable to holders of redeemable shares of the Fund was \$10,469,457. Below is a breakdown of the investment portfolio as at June 30, 2022, by sector and as a percentage of the aggregate net asset value of the top 25 securities in the investment portfolio:

<b>Top Holdings</b>	<b>% of Net Assets</b>	<b>Sector/Subgroup</b>	<b>% of Net Assets</b>
Brookfield Infrastructure Partners LP	6.55	Financial	21.82
Enbridge Inc.	5.24	Industrial	19.28
The Bank of Nova Scotia	4.44	Energy	18.33
Canadian Imperial Bank of Commerce	4.09	Consumer, Non-cyclical	10.33
TC Energy Corp.	3.73	Utilities	9.95
Royal Bank of Canada	3.39	Basic Materials	6.20
Power Corp of Canada	3.16	Consumer, Cyclical	5.07
Johnson & Johnson	3.06	Communications	4.54
Exchange Income Corp.	3.02	Cash	2.20
Intact Financial Corp.	2.77	Other assets net of liabilities	1.52
Parkland Corp.	2.75	Technology	0.75
TELUS Corp.	2.74	Unrealized depreciation of forward contracts	-
Intertape Polymer Group Inc.	2.69		
Canadian Natural Resources Ltd.	2.68		100.00
Nutrien Ltd.	2.55		
Gibson Energy Inc.	2.49		
Mullen Group Ltd.	2.25		
Chartwell Retirement Residences	2.19		
Bird Construction Inc.	2.13		
Lockheed Martin Corp.	2.11		
Fortis Inc.	2.03		
The North West Co Inc.	1.88		
Neo Performance Materials Inc.	1.67		
Diageo PLC	1.55		
Westshore Terminals Investment Corp.	1.54		

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. A quarterly update is available at [www.qwestfunds.com](http://www.qwestfunds.com).



## **AlphaDelta Canadian Dividend Income Class**

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#### **Caution Regarding Forward-looking Statements**

This document may contain forward-looking statements relating to anticipated future events, results, circumstances, performance or expectations that are not historical facts, but instead represent our beliefs regarding future events. By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions and other forward-looking statements will not prove to be accurate. We caution readers of this document not to place undue reliance on our forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed or implied in the forward-looking statements. Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons, including but not limited to market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the Fund may invest in and the risks detailed from time to time in the Fund's simplified prospectus. We caution that the foregoing list of factors is not exhaustive and that when relying on forward-looking statements to make decisions with respect to investing in the Fund, investors and others should carefully consider these factors, as well as other uncertainties and potential events, and the inherent uncertainty of forward-looking statements. Due to the potential impact of these factors, management of the Fund does not undertake, and specifically disclaims any intention or obligation to update or revise any forward-looking statements, future events or otherwise, unless required by applicable law.