



AlphaDelta Growth of Dividend Income Class

2015 Annual Management
Report of Fund Performance

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of AlphaDelta Growth of 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 802, 750 West Pender Street, Vancouver, BC V6C 2T8; by e-mailing us at info@qwestfunds.com; by viewing the information on our website at www.qwestfunds.com; or by viewing the information on SEDAR at 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 companies around the world.

The Fund will invest primarily in larger capitalization, 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 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's net asset value was \$1,336,841 as of December 31, 2015, being split \$557,066 to Series A Shares, \$762,646 to Series F Shares and \$17,129 to Series I Shares.

The Fund was seeded and struck its first net asset value on February 19th, 2015, at \$10.00 per share for each of Series A Shares and Series F Shares. On October 28, 2015, the Fund issued Series I Shares at \$10.00 per share. The Fund began investing in securities in mid-March, 2015.

Consistent with its primary investment objective of providing income to its investors, the Fund began issuing monthly distributions to investors on March 31st, 2015. To date, each monthly distribution has approximately equaled each Fund Share's pro-rata share of all dividends payable by the securities held by the Fund during such month.

During the period from commencement of operations to December 31, 2015, the Fund issued 66,359 Series A shares, 88,036 Series F shares and 1,800 Series I shares. As at December 31, 2015, 64,246 Series A shares, 87,527 Series F shares and 1,812 Series I shares were outstanding. During the period from commencement of operations to December 31, 2015, the Fund realized an accounting loss of \$37,880 from the disposition of securities.

For the period from commencement of operations to December 31, 2015, the Fund earned dividend income of \$34,000. Total expenses before expense reimbursement was \$113,000 comprised mainly of \$38,000 in

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

shareholder recordkeeping and fund accounting fees, \$30,000 in audit fees, \$19,000 in custodial fees, \$10,000 in management fees (calculated daily at an annual rate of 1.3% of the NAV of Series A shares and 0.8% of the NAV of Series F shares), and \$6,000 in translation fees.

An important investment strategy within the Fund is to generate both enhanced income and capital gains through its options writing income overlay. Specifically, the Fund intends to write “covered” call options (i.e. selling call options on equities owned by the Fund) and write “cash covered” put options (i.e., selling put options on equities that the portfolio advisor may wish to purchase for the Fund using cash that has been set aside for such purpose) thereby generating option premium “income” for the Fund. For the period ending December 31, 2015, the Manager determined that the Fund remained too small to implement the options writing income overlay. The Manager expects the assets of the Fund to grow during 2016, and as a result of this asset growth, expects to be able to implement the options writing income overlay strategy at some point in 2016. After this options writing income overlay is implemented, the Manager expects the monthly distributions of the Fund will increase.

The Fund began investing in equities in March of 2015. Throughout the remainder of the year, the Fund built and maintained a diversified portfolio of dividend paying equities listed on both Canadian and US stock exchanges (including American Depository Receipts). As of December 31, 2015, the Fund held a diversified portfolio of 66 dividend paying equities with no individual equity holding larger than 3.0% of the net asset value of the Fund. As of December 31, 2015, the weighted average gross dividend yield of the Fund’s holdings was approximately 3.9%, while the weighted average trailing 1-year and 3-year dividend per share growth rate of its holdings were approximately 12.3% and 15.2%, respectively.

Amongst the Fund’s holdings at December 31, 2015, the Canadian listed positions generated a larger percentage loss than the US listed positions. At the individual stock level, the top contributors to performance during 2015 amongst the current holdings were Microsoft Corp., General Electric Co., Johnson & Johnson, Xilinx Inc. and The Coca-Cola Co. The largest detractors to performance during 2015 amongst the current holdings were Gibson Energy Inc., Cummins Inc., Inter Pipeline Ltd., Qualcomm Inc. and Seagate Technology PLC.

Recent Developments

Several major themes impacted North American stock indices and many of the Fund’s stocks at various times during the 2015 calendar year. First, developments within the European Union periodically impacted stock prices. Second, concerns regarding the China economy, its currency and its stock market periodically impacted stock prices. Third, global central banks and their actual and expected policy moves (especially the expectation and actual rate increase of the US Federal Reserve) periodically impacted the level of US and global bond yields as well as stock prices. Fourth, the strength of the US dollar relative to most other currencies around the world periodically impacted US stock prices, as strength of the US dollar leads to lower earnings at many large, US-based, multinational firms. Finally, the continued volatility and decline in many global commodities markets, and in particular the oil market, periodically impacted many stock prices.

With the start of 2016, many of these same macroeconomic themes will remain important factors to the pricing and volatility of global equities, including the equities held by the Fund. In addition to these themes, we expect several other themes to become more important. First, the markets may become more fixated on the underlying health of the various important global economies, and the overall level of global economic growth and recessions risks. Second, the markets will continue to discount the timing of the next US Federal Reserve interest rate increase, as well as the expected timing and path of any further increases. Third, we expect that the implications of policy divergence between the various global central banks, including the implications of the wider adoption of negative interest rates, may become more in focus as a driver of global stock and bond markets. Finally, we expect that “Brexit” referendum, whereby the United Kingdom may vote on leaving the European Union in June, could become an additional driver of market volatility as the referendum date approaches - assuming that the referendum poles show the possibility that the UK may indeed vote to leave the European Union.

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

During the 2015 calendar year, the Canadian to US dollar exchange rate fell by 16.0%. While the Fund has a significant proportion of its assets invested in US dollar denominated equities, the Fund has a policy of hedging approximately all of its US dollar foreign exchange exposure to US domiciled equities. As a result, the Fund does not benefit from holding US dollar denominated assets when the US dollar rises against the Canadian dollar; nor does it negatively impact Fund performance if the US dollar falls against the Canadian dollar in the future.

Related Party Transactions

Pursuant to the amended and restated master management agreement, the Manager is entitled to an annual management fee of 1.3% of the net asset value of Series A shares and 0.8% of the net asset value of Series F shares of the Fund, calculated daily and payable monthly in arrears. For the period ended December 31, 2015, the Fund incurred \$10,000 in management fees of which \$1,000 was payable at December 31, 2015.

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 \$97,000 of the operating expenses of the Fund for the period ended December 31, 2015.

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

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 period ended December 31, 2015.

Net Assets per mutual fund share ⁽¹⁾

Net Assets attributable to holders of redeemable shares per Series A	December 31, 2015
Initial NAV	\$ 10.00
Increase (decrease) from operations:	
Total revenue	0.29
Total expenses	(0.17)
Realized gains (losses)	(1.39)
Unrealized gains (losses)	(0.16)
Total decrease from operations ⁽²⁾	(1.43)
Distributions:	
From dividends and return of capital	(0.24)
Total distributions	(0.24)
Net assets attributable to holders of redeemable shares at end of period	\$ 8.67

⁽¹⁾ This information is derived from the Fund's December 31, 2015 annual financial statements.

⁽²⁾ 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	December 31, 2015
Total net asset value (000's)	\$ 557
Number of mutual fund shares outstanding	64,246
Management expense ratio ⁽¹⁾	1.66 %
Management expense ratio before absorption ⁽¹⁾	11.95 %
Portfolio turnover rate ⁽²⁾	22.27 %
Trading expense ratio ⁽³⁾	0.03 %
Net asset value per share	\$ 8.67

⁽¹⁾ 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.

⁽²⁾ 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 year. The higher a portfolio turnover rate is 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 gain in the year. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

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

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

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 period ended December 31, 2015.

Net Assets per mutual fund share ⁽¹⁾

Net Assets attributable to holders of redeemable shares per Series F	December 31, 2015
Initial NAV	\$ 10.00
Increase (decrease) from operations:	
Total revenue	0.30
Total expenses	(0.12)
Realized gains (losses)	(1.18)
Unrealized gains (losses)	(0.14)
Total decrease from operations ⁽²⁾	(1.14)
Distributions:	
From dividends and return of capital	(0.24)
Total distributions	(0.24)
Net assets attributable to holders of redeemable shares at end of period	\$ 8.71

⁽¹⁾ This information is derived from the Fund's December 31, 2015 annual financial statements.

⁽²⁾ 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	December 31, 2015
Total net asset value (000's)	\$ 763
Number of mutual fund shares outstanding	87,527
Management expense ratio ⁽¹⁾	1.09 %
Management expense ratio before absorption ⁽¹⁾	11.38 %
Portfolio turnover rate ⁽²⁾	22.27 %
Trading expense ratio ⁽³⁾	0.03 %
Net asset value per share	\$ 8.71

⁽¹⁾ 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.

⁽²⁾ 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 year. The higher a portfolio turnover rate is 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 gain in the year. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

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

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

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 period ended December 31, 2015.

Net Assets per mutual fund share ⁽¹⁾

Net Assets attributable to holders of redeemable shares per Series I	December 31, 2015
Initial NAV	\$ 10.00
Increase (decrease) from operations:	
Total revenue	0.31
Total expenses	(0.05)
Realized gains (losses)	(0.66)
Unrealized gains (losses)	(0.08)
Total decrease from operations ⁽²⁾	(0.48)
Distributions:	
From dividends and return of capital	(0.06)
Total distributions	(0.06)
Net assets attributable to holders of redeemable shares at end of period	\$ 9.45

⁽¹⁾ This information is derived from the Fund's December 31, 2015 annual financial statements.

⁽²⁾ 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	December 31, 2015
Total net asset value (000's)	\$ 17
Number of mutual fund shares outstanding	1,812
Management expense ratio ⁽¹⁾	0.96 %
Management expense ratio before absorption ⁽¹⁾	50.82 %
Portfolio turnover rate ⁽²⁾	22.27 %
Trading expense ratio ⁽³⁾	0.14 %
Net asset value per share	\$ 9.45

⁽¹⁾ 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.

⁽²⁾ 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 year. The higher a portfolio turnover rate is 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 gain in the year. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

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

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

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	Breakdown of Services	
		Distribution	Other*
Series A	1.3%	38%	62%
Series F	0.8%	-	100%

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

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

Past Performance

Investment performance in respect of a fund that has been available for less than one year is not provided. Series A & F shares of the Fund commenced operations on February 19, 2015 and Series I shares of the Fund commenced operations on October 28, 2015.

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

Summary of Investment Portfolio

As at December 31, 2015, the net assets attributable to holders of redeemable shares of the Fund was \$1,336,841. Below is a breakdown of the investment portfolio as at December 31, 2015, by sector and as a percentage of the aggregate net asset value of the top 25 securities in the investment portfolio:

Top Holdings	% of Net Assets
Johnson & Johnson	2.98
The Boeing Co.	2.62
Microsoft Corp.	2.58
General Electric Co.	2.29
CI Financial Corp.	2.29
General Motors Co.	2.29
Seagate Technology PLC	2.28
Best Buy Co Inc.	2.27
Invesco Ltd	2.25
Prudential Financial Inc.	2.19
Diageo PLC	2.15
MetLife Inc.	2.10
T Rowe Price Group Inc.	2.07
QUALCOMM Inc.	2.07
International Paper Co.	2.07
The Procter & Gamble Co.	2.06
Monsanto Co.	2.04
Cisco Systems Inc.	2.02
Whirlpool Corp.	1.98
Honeywell International Inc.	1.93
Viacom Inc.	1.92
United Parcel Service Inc.	1.89
Brinker International Inc.	1.84
The Coca-Cola Co.	1.82
Analog Devices Inc.	1.72

AlphaDelta Growth of Dividend Income Class

2015 Annual Management Report of Fund Performance

Sector/Subgroup	% of Net Assets
Financial	22.14
Consumer, Non-cyclical	14.86
Industrial	14.12
Consumer, Cyclical	12.31
Technology	10.93
Communications	9.53
Basic Materials	7.47
Energy	6.98
Cash	4.05
Other net liabilities	(2.39)
	100.00

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.

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.