



AlphaDelta Tactical Growth Class
(formerly AlphaDelta Global Value Class)

2016 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 Tactical Growth Class (formerly AlphaDelta Global Value 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

Results of Operations

The Fund was seeded and struck its' first net asset value on March 31, 2016, at \$10.00 per share for each of Series A and Series F shares. As at June 30, 2016, 145,975 Series A shares and 222,816 Series F shares were outstanding. During the six-month period ended June 30, 2016, the Fund realized an accounting loss of \$24,013 from the disposition of securities.

During the period from commencement of operations to June 30, 2016, the Fund earned dividend income of \$5,000. Total expenses before expense reimbursement was \$41,000 comprised mainly of \$12,000 in management fees (calculated daily at an annual rate of 2.5% of the NAV of Series A shares and 1.5% of the NAV of Series F shares), \$10,000 in audit fees, \$9,000 in shareholder recordkeeping and fund accounting fees, \$3,000 in custodial fees and \$2,000 in transaction costs.

At June 30, 2016, net assets attributable to holders of redeemable shares for Series A shares was \$1,414,968 or \$9.69 per share, and for Series F shares was \$2,165,118 or \$9.72 per share.

For the period from commencement of operations to June 30, 2016, \$3,658,502 of cash was received by the Fund. The Fund invested in accordance with the Fund's investment objectives and strategies. A diversified portfolio of twenty equities was bought into the Fund. By June 30, 2016 the Fund was fully invested with investments spread across 25 stocks. The portfolio is well diversified by industry and at June 30, 2016 has representation in each S&P industry groups except for Energy.

BREXIT was an event that surprised the market and resulted in immediate weakness in the markets post vote. Unpredictable events such as this did have a short term effect on the fund. The weakness was short term in nature and the fund actually benefitted from BREXIT as it deployed cash in the downturn.

The Fund is 89% invested in the U.S. market hence the Net Asset Value (NAV) is negatively affected by a decline in the U.S. dollar and vice-versa. The Fund only reports in Canadian dollars so currency changes can affect the NAV positively or negatively. Currently the Fund has not hedged any U.S. dollar exposure.

Recent Developments

U.S. GDP grew at a seasonally adjusted annual rate of 1.1% in the first quarter. Disappointments in U.S. GDP are a constant concern since the portfolio is mainly invested in the U.S. The 1.1% figure is a revised up number from 0.8% but the subdued pace does not give much cushion to vulnerabilities from global economic turmoil. Despite mediocre GDP the United States remains attractive and hence the fund's positioning is reflected in 22 of 25 positions being US domiciled.

There are no large changes to the strategic positioning of the Fund. The Fund has invested in some dividend yield paying stock with the view that interest rates will probably remain lower for longer than expectations.

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The portfolio owns three stocks yielding over 4% (Bank of Nova Scotia, AT&T and Getty Realty). Although there are dividend paying stocks in the fund the focus is capital growth and six of the twenty five stocks pay no dividend.

Related Party Transactions

Pursuant to the amended and restated master management agreement, the Manager is entitled to an annual management fee of 2.5% of the net asset value of Series A shares and 1.5% of the net asset value of Series F shares of the Fund, calculated daily and payable monthly in arrears. For the six-month period ended June 30, 2016, the Fund incurred \$11,646 in management fees of which \$5,278 was payable at June 30, 2016.

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 \$21,610 of the operating expenses of the Fund for the six-month period ended June 30, 2016.

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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 periods ended June 30, 2016.

Net Assets per mutual fund share ⁽¹⁾

Net Assets attributable to holders of redeemable shares per Series A	June 30, 2016
Initial NAV	\$ 10.00
Increase (decrease) from operations:	
Total revenue	0.02
Total expenses	(0.09)
Realized losses	(0.15)
Unrealized losses	(0.09)
Total decrease from operations ⁽²⁾	(0.31)
Distributions:	
From dividends	-
Total distributions	-
Net assets attributable to holders of redeemable shares at end of period	\$ 9.69

Net Assets attributable to holders of redeemable shares per Series F	June 30, 2016
Initial NAV	\$ 10.00
Increase (decrease) from operations:	
Total revenue	0.02
Total expenses	(0.07)
Realized losses	(0.18)
Unrealized losses	(0.11)
Total decrease from operations ⁽²⁾	(0.34)
Distributions:	
From dividends	-
Total distributions	-
Net assets attributable to holders of redeemable shares at end of period	\$ 9.72

⁽¹⁾ This information is derived from the Fund's semi-annual June 30, 2016 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.

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Ratios and Supplemental Data

Series A	June 30, 2016
Total net asset value (000's)	\$ 1,415
Number of mutual fund shares outstanding	145,975
Management expense ratio ⁽¹⁾	3.65 %
Management expense ratio before absorption ⁽¹⁾	7.53 %
Portfolio turnover rate ⁽²⁾	55.34 %
Trading expense ratio ⁽³⁾	0.37 %
Net asset value per share	\$ 9.69

Series F	June 30, 2016
Total net asset value (000's)	\$ 2,165
Number of mutual fund shares outstanding	222,816
Management expense ratio ⁽¹⁾	2.60 %
Management expense ratio before absorption ⁽¹⁾	6.48 %
Portfolio turnover rate ⁽²⁾	55.34 %
Trading expense ratio ⁽³⁾	0.37 %
Net asset value per share	\$ 9.72

⁽¹⁾ Management expense ratio ("MER") is based on total expenses less commissions and taxes 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 waved 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 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.

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

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	2.5%	40%	60%
Series F	1.5%	-	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.

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Past Performance

Investment performance in respect of a fund that has been available for less than one year is not provided.

Summary of Investment Portfolio

As at June 30, 2016, the net assets attributable to holders of redeemable shares of the Fund was \$3,580,086. Below is a breakdown of the investment portfolio as at June 30, 2016, by sector and as a percentage of the aggregate net asset value of the 25 securities in the investment portfolio:

Top Holdings	% of Net Assets
AT&T Inc.	7.64
Huntington Ingalls Industries Inc.	6.07
Berry Plastics Group Inc.	5.61
Sun Life Financial Inc.	5.28
HB Fuller Co.	5.00
The Bank of Nova Scotia	4.95
Belden Inc.	4.94
Sanmina Corp.	4.74
Cardtronics Inc.	4.31
Whirlpool Corp.	4.05
Carlisle Cos Inc.	4.00
HCA Holdings Inc.	4.00
Verizon Communications Inc.	3.95
Trinseo SA	3.87
US Concrete Inc.	3.08
Masco Corp.	2.79
The Toro Co.	2.55
The Sherwin-Williams Co.	2.54
The Home Depot Inc.	2.40
FedEx Corp.	2.35
Cabela's Inc.	2.35
Pfizer Inc.	1.89
Caterpillar Inc.	1.88
Cisco Systems Inc.	1.87
Royal Bank of Canada	0.21

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Sector/Subgroup	% of Net Assets
Industrial	39.33
Communications	13.46
Cash	11.37
Consumer, Cyclical	11.35
Financial	10.44
Consumer, Non-cyclical	10.20
Basic Materials	7.54
Other liabilities net of assets	(3.69)
	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.