


R.E.G.A.R. Investment Management Global Equity Fund Sectorwise Conservative Portfolio Sectorwise Balanced Portfolio Sectorwise Growth Portfolio (hereinafter collectively the "Funds" or individually the "Fund")	
Annual Financial Statements (for the years ended December 31, 2018 and 2017)	

These financial statements do not contain the Management Report of Fund Performance. You can obtain a free copy of the Management Report of Fund Performance upon request by calling 1.888.929.7337 or by writing us at: RGP Investments, 725, Lebourgneuf Blvd, Suite 420, Québec (Quebec) G2J 0C4. You can also visit our website (www.rgpinvestissements.ca) or the SEDAR website (www.sedar.com). Copies of our annual management reports of fund performance or the Fund's annual financial statements may be obtained in the same manner.

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Independent Auditor’s Report

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL INFORMATION

The attached financial statements for R.E.G.A.R. Investment Management Global Equity Fund, the Sectorwise Conservative Portfolio, the Sectorwise Balanced Portfolio and the Sectorwise Growth Portfolio (hereinafter collectively the "Funds" or individually the "Fund"), were prepared by R.E.G.A.R. Investment Management Inc. (hereinafter the "Manager") (carrying on business under the name RGP Investments), based on information provided by CIBC Mellon Global Securities Services, the agent responsible for the Funds' accounting and recordkeeping.

The Manager is responsible for the information and the representations contained in these financial statements. The Manager has put in place appropriate procedures and practices to ensure that the financial information provided is relevant and reliable.

These financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS). The significant accounting policies that management deems appropriate for the Funds are described in the Notes to the Financial Statements at the end of this document.

Raymond Chabot Grant Thornton is the Funds' independent auditor. The auditors carried out an audit of the financial statements in accordance with Canadian generally accepted auditing standards in order to express to unitholders their opinion on the financial statements. Their report is attached at the end of the document.

The Trustees' Representative of the funds is responsible for reviewing and approving the financial statements after examining the procedures implemented by management for the preparation and presentation of the financial information.

Approved in Québec on March 27, 2019 by the Trustees' Representative,

(s) François Rodrigue-Beaudoin, Trustees' Representative

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Statement of Financial Position as at December 31

(in Canadian dollars)

		2018	2017
Assets			
Current assets			
Investments (note 6)	\$	77,661,007	73,362,237
Cash		889,967	740,729
Subscriptions receivable		67,738	32,007
Dividends receivable		436,931	232,302
Total assets		79,055,643	74,367,275
Liabilities			
Current liabilities			
Redeemed units payable		53,092	5,000
Management fees payable		85,328	75,250
Administration fees payable		22,756	20,848
Distributions payable to holders of redeemable units		2,371	-
Total liabilities		163,547	101,098
Net assets attributable to holders of redeemable units	\$	78,892,096	74,266,177
Net assets attributable to holders of redeemable units, per class			
Class A	\$	27,085,360	25,511,240
Class F	\$	31,883,723	27,120,920
Class P	\$	19,923,013	21,627,940
Class R	\$	-	6,077
Total	\$	78,892,096	74,266,177
Net assets attributable to holders of redeemable units, per unit, per class			
Class A	\$	10.41	11.68
Class F	\$	10.94	12.14
Class P	\$	11.50	12.65
Class R	\$	-	11.78

Approved in Québec on March 27, 2019 by the Trustees' Representative,

(s) François Rodrigue-Beaudoin, Trustees' Representative

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Statement of Comprehensive Income

for the years ended December 31

(in Canadian dollars)

		2018	2017
Income			
Dividend income	\$	1,516,333	1,119,597
Other income		-	15
Changes in fair value			
Net realized gains (losses) on investments sales		2,193,525	2,280,455
Net foreign exchange gains (losses) on cash		(4,515)	(8,865)
Net gains (losses) on foreign currencies		19,894	(12,128)
Net change in unrealized appreciation (depreciation) on investments		(8,532,456)	3,580,267
Total income		(4,807,219)	6,959,341
Expenses			
Management fees		999,396	715,166
Administration fees		270,677	213,132
Independent review committee fees		15,235	6,326
Interest expenses		103	-
Commissions		50,589	33,875
Other transactions related costs		497	874
Withholding taxes		130,690	62,248
Tax refund		(22,338)	(5,914)
Total expenses		1,444,849	1,025,707
Increase (decrease) in net assets attributable to holders of redeemable units		(6,252,068)	5,933,634
Increase (decrease) in net assets attributable to holders of redeemable units, per class			
Class A	\$	(2,412,904)	1,654,855
Class F	\$	(2,511,132)	2,005,347
Class P	\$	(1,328,061)	2,272,961
Class R	\$	29	471
Total		(6,252,068)	5,933,634
Increase (decrease) in net assets attributable to holders of redeemable units, per unit, per class			
Class A	\$	(1.01)	0.94
Class F	\$	(0.96)	1.10
Class P	\$	(0.77)	1.26
Class R	\$	0.06	0.94
Average redeemable units outstanding during the year			
Class A		2,386,145	1,763,369
Class F		2,623,501	1,825,369
Class P		1,723,212	1,807,210
Class R		516	501

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Statement of changes in net assets attributable to holders of redeemable units - all classes combined

for the years ended December 31

(in Canadian dollars)

		2018	2017
Net assets attributable to holders of redeemable units at the beginning of the year	\$	74,266,177	53,011,590
Increase (decrease) in net assets attributable to holders of redeemable units	\$	(6,252,068)	5,933,634
Distributions to holders of redeemable units			
Net investment income		(87,494)	(119,311)
Net realized capital gains		(2,172,141)	(1,421,573)
Total distributions to holders of redeemable units		(2,259,635)	(1,540,884)
Redeemable unit transactions			
Amount from the issuance of units		21,491,112	26,159,448
Amount from the reinvestment of distributions to holders of redeemable units		2,257,849	1,536,064
Redemption of redeemable units		(10,611,339)	(10,833,675)
Total redeemable unit transactions		13,137,622	16,861,837
Net increase in net assets attributable to holders of redeemable units		4,625,919	21,254,587
Net assets attributable to holders of redeemable units at the end of the year	\$	78,892,096	74,266,177

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Statement of changes in net assets attributable to holders of redeemable units - Class A

for the years ended December 31

(in Canadian dollars)

	2018	2017
Net assets attributable to holders of redeemable units at the beginning of the year	\$ 25,511,240	15,461,479
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (2,412,904)	1,654,855
Distributions to holders of redeemable units		
Net investment income	-	-
Net realized capital gains	(745,717)	(657,918)
Total distributions to holders of redeemable units	(745,717)	(657,918)
Redeemable unit transactions		
Amount from the issuance of units	8,763,119	11,370,089
Amount from the reinvestment of distributions to holders of redeemable units	746,253	657,898
Redemption of redeemable units	(4,776,631)	(2,975,163)
Total redeemable unit transactions	4,732,741	9,052,824
Net increase in net assets attributable to holders of redeemable units	1,574,120	10,049,761
Net assets attributable to holders of redeemable units at the end of the year	\$ 27,085,360	25,511,240

	2018	2017
Units, Beginning of year	2,184,491	1,398,236
Units Issued for Cash	759,367	988,318
Units Issued for Reinvestment of Distributions	71,671	56,328
Units Redeemed	(414,016)	(258,391)
Units, End of year	2,601,513	2,184,491

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Statement of changes in net assets attributable to holders of redeemable units - Class F

for the years ended December 31

(in Canadian dollars)

	2018	2017
Net assets attributable to holders of redeemable units at the beginning of the year	\$ 27,120,920	16,037,997
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (2,511,132)	2,005,347
Distributions to holders of redeemable units		
Net investment income	(19,693)	(25,176)
Net realized capital gains	(877,869)	(529,560)
Total distributions to holders of redeemable units	(897,562)	(554,736)
Redeemable unit transactions		
Amount from the issuance of units	10,922,199	12,323,118
Amount from the reinvestment of distributions to holders of redeemable units	896,516	556,213
Redemption of redeemable units	(3,647,218)	(3,247,019)
Total redeemable unit transactions	8,171,497	9,632,312
Net increase in net assets attributable to holders of redeemable units	4,762,803	11,082,923
Net assets attributable to holders of redeemable units at the end of the year	\$ 31,883,723	27,120,920

	2018	2017
Units, Beginning of year	2,234,354	1,419,350
Units Issued for Cash	901,282	1,042,157
Units Issued for Reinvestment of Distributions	81,952	45,820
Units Redeemed	(303,033)	(272,973)
Units, End of year	2,914,554	2,234,354

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Statement of changes in net assets attributable to holders of redeemable units - Class P

for the year ended December 31

(in Canadian dollars)

	2018	2017
Net assets attributable to holders of redeemable units at the beginning of the year	\$ 21,627,940	21,506,508
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (1,328,061)	2,272,961
Distributions to holders of redeemable units		
Net investment income	(67,801)	(94,135)
Net realized capital gains	(548,555)	(233,913)
Total distributions to holders of redeemable units	(616,356)	(328,048)
Redeemable unit transactions		
Amount from the issuance of units	1,805,794	2,466,241
Amount from reinvestment of distributions to holders of redeemable units	615,080	321,771
Redemption of redeemable units	(2,181,384)	(4,611,493)
Total redeemable unit transactions	239,490	(1,823,481)
Net increase (decrease) in net assets attributable to holders of redeemable units	(1,704,927)	121,432
Net assets attributable to holders of redeemable units at the end of the year	\$ 19,923,013	21,627,940

	2018	2017
Units, Beginning of year	1,709,773	1,857,299
Units Issued for Cash	142,490	204,397
Units Issued for Reinvestment of Distributions	53,489	25,437
Units Redeemed	(173,183)	(377,360)
Units, End of year	1,732,569	1,709,773

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Statement of changes in net assets attributable to holders of redeemable units - Class R

for the years ended December 31

(in Canadian dollars)

	2018	2017
Net assets attributable to holders of redeemable units at the beginning of the year	\$ 6,077	5,606
Increase in net assets attributable to holders of redeemable units	\$ 29	471
Distributions to holders of redeemable units		j
Net investment income	-	-
Net realized capital gains	-	(182)
Total distributions to holders of redeemable units	-	(182)
Redeemable unit transactions		
Amount from the issuance of units	-	-
Amount from reinvestment of distributions to holders of redeemable units	-	182
Redemption of units	(6,106)	-
Total redeemable unit transactions	(6,106)	182
Net increase (decrease) in net assets attributable to holders of redeemable units	(6,077)	471
Net assets attributable to holders of redeemable units at the end of the year	\$ -	6,077

	2018	2017
Units, Beginning of year	516	501
Units Issued for Cash	-	-
Units Issued for Reinvestment of Distributions	-	15
Units Redeemed	(516)	-
Units, End of year	-	516

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Statement of cash flows

for the years ended December 31

(in Canadian dollars)

	2018	2017
Cash flows from operating activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (6,252,068)	5,933,634
Adjustments for the following items:		
Net realized (gains) losses on investment sales	(2,193,525)	(2,280,455)
Foreign exchange (gains) losses on cash	4,515	8,865
Net change in unrealized (appreciation) depreciation of investments	8,532,456	(3,580,267)
Purchase of investments	(36,915,599)	(28,524,649)
Proceeds from the sale and maturity of investments	26,277,898	12,746,705
Dividends receivable	(204,629)	21,087
Management fees payable	10,078	30,827
Administration fees payable	1,908	6,127
Net cash inflows (outflows) from operating activities	(10,738,966)	(15,638,125)
Cash flows from financing activities		
Amount from the issuance of redeemable units	21,455,381	26,469,028
Amounts paid on the redemption of redeemable units	(10,563,247)	(10,897,471)
Distributions to redeemable unitholders, net of reinvested distribution	585	(4,820)
Net cash inflows (outflows) from financing activities	10,892,719	15,566,737
Foreign exchange gains (losses) on cash	(4,515)	(8,865)
Net increase (decrease) in cash	153,753	(71,389)
Cash at the beginning of the year	740,729	820,983
Cash at end of the year	889,967	740,729
Interest paid	103	-
Dividends received, net of withholding taxes	\$ 1,181,014	1,078,436

Financial Statements – R.E.G.A.R. Investment Management Global Equity Fund

Schedule of Investment Portfolio as at December 31, 2018

(in Canadian dollars)

Description	Number of units	Average cost \$	Fair value \$	% of total
Exchange traded funds				
BMO Global Banks Hedged to CAD Index ETF	113,300	2,363,998	1,928,933	
BMO Global Consumer Discretionary Hedged to CAD Index ETF	332,400	6,977,091	6,902,286	
BMO Global Consumer Staples Hedged to CAD Index ETF	402,500	7,890,406	7,416,062	
BMO Global Infrastructure Index ETF	155,600	5,587,271	5,209,488	
BMO Global Insurance Hedged to CAD Index ETF	120,500	2,545,560	2,372,645	
BMO Nasdaq 100 Equity Hedged to CAD Index ETF	93,500	3,597,635	4,422,550	
BMO Communications Index ETF	239,900	5,033,059	4,730,828	
Energy Select Sector SPDR Fund	58,600	4,986,857	4,590,058	
Financial Select Sector SPDR ETF	18,000	741,452	762,116	
iShares Global Healthcare Index ETF (CAD-Hedged)	160,700	6,526,878	7,165,613	
iShares S&P Global Industrials Index Fund (CAD-Hedged)	225,600	6,055,105	6,333,720	
Horizons S&P/TSX Capped Energy Index ETF	248,700	4,853,619	3,688,221	
Horizons S&P/TSX Capped Financials Index ETF, Class A	50,700	2,150,302	1,922,037	
iShares S&P/TSX Global Base Metals Index ETF	232,600	2,321,316	2,544,644	
iShares S&P/TSX Global Clean Energy ETF	139,100	1,539,476	1,569,258	
iShares S&P/TSX Global Gold Index ETF	494,000	5,572,055	5,779,800	
Materials Select Sector SPDR Trust	24,900	1,839,877	1,718,105	
Vanguard Canadian Short-Term Bond Index ETF	153,500	3,743,464	3,624,903	
Vanguard Communication Services ETF	25,500	3,057,866	2,579,703	
Vanguard FTSE Canadian Capped REIT Index ETF	23,600	680,737	713,900	
Vanguard Information Technology ETF	7,400	1,560,578	1,686,137	
Total of exchange traded funds		79,624,602	77,661,007	98.44
Total investments		79,624,602	77,661,007	98.44
Cash and other net assets			1,231,089	1.56
Net assets attributable to holders of redeemable units			78,892,096	100.00

Financial Statements – Sectorwise Conservative Portfolio

Statement of Financial Position as at December 31¹

(in Canadian dollars)

		2018
Assets		
Current assets		
Investments (note 6)	\$	221,712
Cash		117,228
Subscriptions receivable		170
Dividends receivable		208
Total assets		339,318
Liabilities		
Current liabilities		
Redeemed units payable		-
Management fees payable		155
Administration fees payable		48
Total liabilities		203
Net assets attributable to holders of redeemable units	\$	339,115
Net assets attributable to holders of redeemable units, per class		
Class A	\$	206,204
Class F	\$	14,760
Class P	\$	118,151
Total	\$	339,115
Net assets attributable to holders of redeemable units, per unit, per class		
Class A	\$	9.80
Class F	\$	9.81
Class P	\$	9.81

Approved in Québec on March 27, 2019 by the Trustees' Representative,

(s) François Rodrigue-Beaudoin, Trustees' Representative

¹ Beginning of operations on December 2018

Financial Statements – Sectorwise Conservative Portfolio

Statement of Comprehensive Income²

for the initial year of 28 days ended December 31

(in Canadian dollars)

		2018
Income		
Dividend income	\$	337
Distributions from underlying mutual funds		1,040
Other income		-
Changes in fair value		
Net realized gains (losses) on investments sales		129
Net foreign exchange gains (losses) on cash		1
Net gains (losses) on foreign currencies		-
Foreign exchange gain (loss) on foreign currency related transactions		(437)
Net change in unrealized appreciation (depreciation) on investments		(2,570)
Total income		(1,500)
Expenses		
Management fees		155
Administration fees		48
Commissions		359
Withholding taxes		39
Total expenses		601
Increase (decrease) in net assets attributable to holders of redeemable units		(2,101)
Increase (decrease) in net assets attributable to holders of redeemable units, per class		
Class A	\$	(12)
Class F	\$	(240)
Class P	\$	(1,849)
Total		(2,101)
Increase (decrease) in net assets attributable to holders of redeemable units, per unit, per class		
Class A	\$	-
Class F	\$	(0.16)
Class P	\$	(0.15)
Average redeemable units outstanding during the year		
Class A		11,075
Class F		1,500
Class P		12,000

² Beginning of operations on December 2018

Financial Statements – Sectorwise Conservative Portfolio

Statement of changes in net assets attributable to holders of redeemable units - all classes combined³

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (2,101)
Distributions to holders of redeemable units	
Net investment income	(1,117)
Net realized capital gains	-
Total distributions to holders of redeemable units	(1,117)
Redeemable unit transactions	
Amount from the issuance of units	341,216
Amount from the reinvestment of distributions to holders of redeemable units	1,117
Redemption of redeemable units	-
Total redeemable unit transactions	342,333
Net increase in net assets attributable to holders of redeemable units	339,115
Net assets attributable to holders of redeemable units at the end of the year	\$ 339,115

³ Beginning of operations on December 2018

Financial Statements – Sectorwise Conservative Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class A⁴

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (12)
Distributions to holders of redeemable units	
Net investment income	(635)
Net realized capital gains	-
Total distributions to holders of redeemable units	(635)
Redeemable unit transactions	
Amount from the issuance of units	206,216
Amount from the reinvestment of distributions to holders of redeemable units	635
Redemption of redeemable units	-
Total redeemable unit transactions	206,851
Net increase in net assets attributable to holders of redeemable units	206,204
Net assets attributable to holders of redeemable units at the end of the year	\$ 206,204

	2018
Units, Beginning of year	-
Units Issued for Cash	20,971
Units Issued for Reinvestment of Distributions	65
Units Redeemed	-
Units, End of year	21,036

⁴ Beginning of operations on December 2018

Financial Statements – Sectorwise Conservative Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class F⁵

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (240)
Distributions to holders of redeemable units	
Net investment income	(46)
Net realized capital gains	-
Total distributions to holders of redeemable units	(46)
Redeemable unit transactions	
Amount from the issuance of units	15,000
Amount from the reinvestment of distributions to holders of redeemable units	46
Redemption of redeemable units	-
Total redeemable unit transactions	15,046
Net increase in net assets attributable to holders of redeemable units	14,760
Net assets attributable to holders of redeemable units at the end of the year	\$ 14,760

	2018
Units, Beginning of year	-
Units Issued for Cash	1,500
Units Issued for Reinvestment of Distributions	5
Units Redeemed	-
Units, End of year	1,505

⁵ Beginning of operations on December 2018

Financial Statements – Sectorwise Conservative Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class P⁶

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (1,849)
Distributions to holders of redeemable units	
Net investment income	(436)
Net realized capital gains	-
Total distributions to holders of redeemable units	(436)
Redeemable unit transactions	
Amount from the issuance of units	120,000
Amount from the reinvestment of distributions to holders of redeemable units	436
Redemption of redeemable units	-
Total redeemable unit transactions	120,436
Net increase in net assets attributable to holders of redeemable units	118,151
Net assets attributable to holders of redeemable units at the end of the year	\$ 118,151

	2018
Units, Beginning of year	-
Units Issued for Cash	12,000
Units Issued for Reinvestment of Distributions	44
Units Redeemed	-
Units, End of year	12,044

⁶ Beginning of operations on December 2018

Financial Statements – Sectorwise Conservative Portfolio

Statement of cash flows⁷

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Cash flows from operating activities	
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (2,101)
Adjustments for the following items:	
Net realized (gains) losses on investment sales	(129)
Foreign exchange (gains) losses on cash	(1)
Net change in unrealized (appreciation) depreciation of investments	2,570
Purchase of investments	(224,197)
Proceeds from the sale and maturity of investments	44
Dividends receivable	(208)
Management fees payable	155
Administration fees payable	48
Net cash inflows (outflows) from operating activities	(223,819)
Cash flows from financing activities	
Amount from the issuance of redeemable units	341,046
Amounts paid on the redemption of redeemable units	-
Distributions to redeemable unitholders, net of reinvested distribution	-
Net cash inflows (outflows) from financing activities	341,046
Foreign exchange gains (losses) on cash	1
Net increase (decrease) in cash	117,227
Cash at the beginning of the year	-
Cash at end of the year	117,228
Dividends received, net of withholding taxes	\$ 90

⁷ Beginning of operations on December 2018

Financial Statements – Sectorwise Conservative Portfolio

Schedule of Investment Portfolio as at December 31, 2018

(in Canadian dollars)

Description	Number of units	Average cost \$	Fair value \$	% of total
Exchange traded funds				
BMO Global Banks Hedged to CAD Index ETF	430	7,750	7,321	
BMO Global Communications Index ETF	390	7,977	7,691	
BMO Global Infrastructure Index ETF	230	8,113	7,700	
Horizons S&P/TSX Capped Financials Index ETF, Class A	65	2,621	2,464	
Invesco DWA Consumer Cyclical Momentum ETF	40	2,773	2,560	
Invesco DWA Consumer Staples Momentum ETF	30	2,861	2,678	
Invesco DWA Industrials Momentum ETF	40	2,950	2,798	
Invesco DWA Utilities Momentum ETF	35	1,447	1,384	
iShares Core High Quality Canadian Bond Index ETF	425	8,566	8,594	
iShares Global Consumer Discretionary ETF	55	7,733	7,579	
iShares Global Consumer Staples ETF	125	8,065	7,848	
iShares Global Industrials ETF	75	8,137	7,982	
iShares Global Utilities ETF	20	1,383	1,341	
Vanguard Communication Services ETF	30	3,157	3,035	
Total of exchange traded funds		73,533	70,975	20.93
Mutual funds				
AGF Fixed Income Plus Fund	4,219	41,643	41,606	
BMO Precious Metals Fund, Series I	940	5,650	6,424	
Canoe Bond Advantage Fund, Series O	5,162	52,000	52,129	
Canoe Energy Class, Series O	284	2,835	2,625	
CI Global Health Sciences Corporate Class	161	5,686	5,247	
CI Signature Global Energy Corporate Class, Class O	326	2,835	2,574	
CI Signature Global Technology Corporate Class	108	5,698	5,478	
Franklin Bissett Corporate Bond Fund, Series O	1,577	17,208	16,995	
Templeton Global Bond Fund, Series O	1,431	17,553	17,659	
Total of mutual funds		151,108	150,737	44.45
Total investments		224,641	221,712	65.38
Cash and other net assets			117,403	34.62
Net assets attributable to holders of redeemable units			339,115	100.00

Financial Statements – Sectorwise Balanced Portfolio

Statement of Financial Position as at December 31⁸

(in Canadian dollars)

		2018
Assets		
Current assets		
Investments (note 6)	\$	276,523
Cash		54,440
Subscriptions receivable		2,089
Dividends receivable		307
Total assets		333,359
Liabilities		
Current liabilities		
Redeemed units payable		-
Management fees payable		185
Administration fees payable		50
Total liabilities		235
Net assets attributable to holders of redeemable units	\$	333,124
Net assets attributable to holders of redeemable units, per class		
Class A	\$	200,976
Class F	\$	14,674
Class P	\$	117,474
Total	\$	333,124
Net assets attributable to holders of redeemable units, per unit, per class		
Class A	\$	9.75
Class F	\$	9.76
Class P	\$	9.76

Approved in Québec on March 27, 2019 by the Trustees' Representative,

(s) François Rodrigue-Beaudoin, Trustees' Representative

⁸ Beginning of operations on December 2018

Financial Statements – Sectorwise Balanced Portfolio

Statement of Comprehensive Income⁹

for the initial year of 28 days ended December 31

(in Canadian dollars)

		2018
Income		
Dividend income	\$	614
Distributions from underlying mutual funds		719
Other income		-
Changes in fair value		
Net realized gains (losses) on investments sales		201
Net foreign exchange gains (losses) on cash		1
Net gains (losses) on foreign currencies		-
Foreign exchange gain (loss) on foreign currency related transactions		(561)
Net change in unrealized appreciation (depreciation) on investments		(3,732)
Total income		(2,758)
Expenses		
Management fees		185
Administration fees		50
Commissions		360
Withholding taxes		93
Total expenses		688
Increase (decrease) in net assets attributable to holders of redeemable units		(3,446)
Increase (decrease) in net assets attributable to holders of redeemable units, per class		
Class A	\$	(593)
Class F	\$	(326)
Class P	\$	(2,527)
Total		(3,446)
Increase in net assets attributable to holders of redeemable units, per unit, per class		
Class A	\$	(0.05)
Class F	\$	(0.22)
Class P	\$	(0.21)
Average redeemable units outstanding during the year		
Class A		12,481
Class F		1,500
Class P		12,000

⁹ Beginning of operations on December 2018

Financial Statements – Sectorwise Balanced Portfolio

Statement of changes in net assets attributable to holders of redeemable units - all classes combined¹⁰

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (3,446)
Distributions to holders of redeemable units	
Net investment income	(980)
Net realized capital gains	-
Total distributions to holders of redeemable units	(980)
Redeemable unit transactions	
Amount from the issuance of units	336,570
Amount from the reinvestment of distributions to holders of redeemable units	980
Redemption of redeemable units	-
Total redeemable unit transactions	337,550
Net increase in net assets attributable to holders of redeemable units	333,124
Net assets attributable to holders of redeemable units at the end of the year	\$ 333,124

¹⁰ Beginning of operations on December 2018

Financial Statements – Sectorwise Balanced Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class A¹¹

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (593)
Distributions to holders of redeemable units	
Net investment income	(535)
Net realized capital gains	-
Total distributions to holders of redeemable units	(535)
Redeemable unit transactions	
Amount from the issuance of units	201,569
Amount from the reinvestment of distributions to holders of redeemable units	535
Redemption of redeemable units	-
Total redeemable unit transactions	202,104
Net increase in net assets attributable to holders of redeemable units	200,976
Net assets attributable to holders of redeemable units at the end of the year	\$ 200,976

	2018
Units, Beginning of year	-
Units Issued for Cash	20,559
Units Issued for Reinvestment of Distributions	55
Units Redeemed	-
Units, End of year	20,614

¹¹ Beginning of operations on December 2018

Financial Statements – Sectorwise Balanced Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class F¹²

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (326)
Distributions to holders of redeemable units	
Net investment income	(41)
Net realized capital gains	-
Total distributions to holders of redeemable units	(41)
Redeemable unit transactions	
Amount from the issuance of units	15,000
Amount from the reinvestment of distributions to holders of redeemable units	41
Redemption of redeemable units	-
Total redeemable unit transactions	15,041
Net increase in net assets attributable to holders of redeemable units	14,674
Net assets attributable to holders of redeemable units at the end of the year	\$ 14,674

	2018
Units, Beginning of year	-
Units Issued for Cash	1,500
Units Issued for Reinvestment of Distributions	4
Units Redeemed	-
Units, End of year	1,504

¹² Beginning of operations on December 2018

Financial Statements – Sectorwise Balanced Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class P¹³

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (2,527)
Distributions to holders of redeemable units	
Net investment income	(404)
Net realized capital gains	-
Total distributions to holders of redeemable units	(404)
Redeemable unit transactions	
Amount from the issuance of units	120,001
Amount from the reinvestment of distributions to holders of redeemable units	404
Redemption of redeemable units	-
Total redeemable unit transactions	120,405
Net increase in net assets attributable to holders of redeemable units	117,474
Net assets attributable to holders of redeemable units at the end of the year	\$ 117,474

	2018
Units, Beginning of year	-
Units Issued for Cash	12,000
Units Issued for Reinvestment of Distributions	41
Units Redeemed	-
Units, End of year	12,041

¹³ Beginning of operations on December 2018

Financial Statements – Sectorwise Balanced Portfolio

Statement of cash flows¹⁴

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Cash flows from operating activities	
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (3,446)
Adjustments for the following items:	
Net realized (gains) losses on investment sales	(201)
Foreign exchange (gains) losses on cash	(1)
Net change in unrealized (appreciation) depreciation of investments	3,732
Purchase of investments	(280,118)
Proceeds from the sale and maturity of investments	64
Dividends receivable	(307)
Management fees payable	185
Administration fees payable	50
Net cash inflows (outflows) from operating activities	(280,042)
Cash flows from financing activities	
Amount from the issuance of redeemable units	334,481
Amounts paid on the redemption of redeemable units	-
Distributions to redeemable unitholders, net of reinvested distribution	-
Net cash inflows (outflows) from financing activities	334,481
Foreign exchange gains (losses) on cash	1
Net increase (decrease) in cash	54,439
Cash at the beginning of the year	-
Cash at end of the year	54,440
Dividends received, net of withholding taxes	\$ 214

¹⁴ Beginning of operations on December 2018

Financial Statements – Sectorwise Balanced Portfolio

Schedule of Investment Portfolio as at December 31, 2018

(in Canadian dollars)

Description	Number of units	Average cost \$	Fair value \$	% of total
Exchange traded funds				
BMO Global Banks Hedged to CAD Index ETF	645	11,732	10,981	
BMO Global Communications Index ETF	585	12,042	11,536	
BMO Global Infrastructure Index ETF	380	13,309	12,722	
Horizons S&P/TSX Capped Financials Index ETF, Class A	100	4,024	3,791	
Invesco DWA Consumer Cyclical Momentum ETF	60	4,150	3,840	
Invesco DWA Consumer Staples Momentum ETF	45	4,282	4,016	
Invesco DWA Industrials Momentum ETF	60	4,414	4,197	
Invesco DWA Utilities Momentum ETF	45	1,855	1,780	
iShares Core High Quality Canadian Bond Index ETF	275	5,548	5,561	
iShares Global Consumer Discretionary ETF	85	12,139	11,713	
iShares Global Consumer Staples ETF	205	13,223	12,871	
iShares Global Industrials ETF	110	12,101	11,707	
iShares Global Utilities ETF	30	2,064	2,012	
Vanguard Communication Services ETF	45	4,725	4,552	
Total of exchange traded funds		105,608	101,279	30.40
Mutual funds				
AGF Fixed Income Plus Fund	3,270	32,216	32,250	
BMO Precious Metals Fund, Series I	2,938	18,475	20,076	
Canoe Bond Advantage Fund, Series O	4,589	46,150	46,345	
Canoe Energy Class, Series O	982	9,316	9,092	
CI Global Health Sciences Corporate Class	544	18,354	17,754	
CI Signature Global Energy Corporate Class, Class O	1,129	9,314	8,909	
CI Signature Global Technology Corporate Class	357	18,371	18,078	
Franklin Bissett Corporate Bond Fund, Series O	1,035	11,292	11,152	
Templeton Global Bond Fund, Series O	939	11,518	11,588	
Total of mutual funds		175,006	175,244	52.61
Total investments		280,614	276,523	83.01
Cash and other net assets			56,601	16.99
Net assets attributable to holders of redeemable units			333,124	100.00

Financial Statements – Sectorwise Growth Portfolio

Statement of Financial Position as at December 31¹⁵

(in Canadian dollars)

		2018
Assets		
Current assets		
Investments (note 6)	\$	273,840
Cash		56,695
Subscriptions receivable		19,898
Dividends receivable		272
Total assets		350,705
Liabilities		
Current liabilities		
Redeemed units payable		-
Management fees payable		145
Administration fees payable		49
Total liabilities		194
Net assets attributable to holders of redeemable units	\$	350,511
Net assets attributable to holders of redeemable units, per class		
Class A	\$	147,187
Class F	\$	78,857
Class P	\$	124,467
Total	\$	350,511
Net assets attributable to holders of redeemable units, per unit, per class		
Class A	\$	9.72
Class F	\$	9.72
Class P	\$	9.73

Approved in Québec on March 27, 2019 by the Trustees' Representative,

(s) François Rodrigue-Beaudoin, Trustees' Representative

¹⁵ Beginning of operations on December 2018

Financial Statements – Sectorwise Growth Portfolio

Statement of Comprehensive Income¹⁶

for the initial year of 28 days ended December 31

(in Canadian dollars)

		2018
Income		
Dividend income	\$	894
Distributions from underlying mutual funds		459
Other income		-
Changes in fair value		
Net realized gains (losses) on investments sales		177
Net foreign exchange gains (losses) on cash		2
Net gains (losses) on foreign currencies		-
Foreign exchange gain (loss) on foreign currency related transactions		(723)
Net change in unrealized appreciation (depreciation) on investments		(5,256)
Total income		(4,447)
Expenses		
Management fees		145
Administration fees		49
Commissions		363
Withholding taxes		188
Total expenses		745
Increase (decrease) in net assets attributable to holders of redeemable units		(5,192)
Increase (decrease) in net assets attributable to holders of redeemable units, per class		
Class A	\$	(748)
Class F	\$	(1,411)
Class P	\$	(3,033)
Total		(5 192)
Increase (decrease) in net assets attributable to holders of redeemable units, per unit, per class		
Class A	\$	(0.11)
Class F	\$	(0.23)
Class P	\$	(0.24)
Average redeemable units outstanding during the year		
Class A		7,000
Class F		6,136
Class P		12,533

¹⁶ Beginning of operations on December 2018

Financial Statements – Sectorwise Growth Portfolio

Statement of changes in net assets attributable to holders of redeemable units - all classes combined¹⁷

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (5,192)
Distributions to holders of redeemable units	
Net investment income	(942)
Net realized capital gains	-
Total distributions to holders of redeemable units	(942)
Redeemable unit transactions	
Amount from the issuance of units	355,703
Amount from the reinvestment of distributions to holders of redeemable units	942
Redemption of redeemable units	-
Total redeemable unit transactions	356,645
Net increase in net assets attributable to holders of redeemable units	350,511
Net assets attributable to holders of redeemable units at the end of the year	\$ 350,511

¹⁷ Beginning of operations on December 2018

Financial Statements – Sectorwise Growth Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class A¹⁸

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (748)
Distributions to holders of redeemable units	
Net investment income	(351)
Net realized capital gains	-
Total distributions to holders of redeemable units	(351)
Redeemable unit transactions	
Amount from the issuance of units	147,935
Amount from the reinvestment of distributions to holders of redeemable units	351
Redemption of redeemable units	-
Total redeemable unit transactions	148,286
Net increase in net assets attributable to holders of redeemable units	147,187
Net assets attributable to holders of redeemable units at the end of the year	\$ 147,187

	2018
Units, Beginning of year	-
Units Issued for Cash	15,110
Units Issued for Reinvestment of Distributions	36
Units Redeemed	-
Units, End of year	15,146

¹⁸ Beginning of operations on December 2018

Financial Statements – Sectorwise Growth Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class F¹⁹

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (1,411)
Distributions to holders of redeemable units	
Net investment income	(205)
Net realized capital gains	-
Total distributions to holders of redeemable units	(205)
Redeemable unit transactions	
Amount from the issuance of units	80,268
Amount from the reinvestment of distributions to holders of redeemable units	205
Redemption of redeemable units	-
Total redeemable unit transactions	80,473
Net increase in net assets attributable to holders of redeemable units	78,857
Net assets attributable to holders of redeemable units at the end of the year	\$ 78,857

	2018
Units, Beginning of year	-
Units Issued for Cash	8,088
Units Issued for Reinvestment of Distributions	21
Units Redeemed	-
Units, End of year	8,109

¹⁹ Beginning of operations on December 2018

Financial Statements – Sectorwise Growth Portfolio

Statement of changes in net assets attributable to holders of redeemable units - Class P²⁰

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Net assets attributable to holders of redeemable units at the beginning of the year	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (3,033)
Distributions to holders of redeemable units	
Net investment income	(386)
Net realized capital gains	-
Total distributions to holders of redeemable units	(386)
Redeemable unit transactions	
Amount from the issuance of units	127,500
Amount from the reinvestment of distributions to holders of redeemable units	386
Redemption of redeemable units	-
Total redeemable unit transactions	127,886
Net increase in net assets attributable to holders of redeemable units	124,467
Net assets attributable to holders of redeemable units at the end of the year	\$ 124,467

	2018
Units, Beginning of year	-
Units Issued for Cash	12,757
Units Issued for Reinvestment of Distributions	40
Units Redeemed	-
Units, End of year	12,797

²⁰ Beginning of operations on December 2018

Financial Statements – Sectorwise Growth Portfolio

Statement of cash flows²¹

for the initial year of 28 days ended December 31

(in Canadian dollars)

	2018
Cash flows from operating activities	
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (5,192)
Adjustments for the following items:	
Net realized (gains) losses on investment sales	(177)
Foreign exchange (gains) losses on cash	(2)
Net change in unrealized (appreciation) depreciation of investments	5,256
Purchase of investments	(279,006)
Proceeds from the sale and maturity of investments	87
Dividends receivable	(272)
Management fees payable	145
Administration fees payable	49
Net cash inflows (outflows) from operating activities	(279,112)
Cash flows from financing activities	
Amount from the issuance of redeemable units	335,805
Amounts paid on the redemption of redeemable units	-
Distributions to redeemable unitholders, net of reinvested distribution	-
Net cash inflows (outflows) from financing activities	335,805
Foreign exchange gains (losses) on cash	2
Net increase (decrease) in cash	56,693
Cash at the beginning of the year	-
Cash at end of the year	56,695
Dividends received, net of withholding taxes	\$ 434

²¹ Beginning of operations on December 2018

Financial Statements – Sectorwise Growth Portfolio

Schedule of Investment Portfolio as at December 31, 2018

(in Canadian dollars)

Description	Number of units	Average cost \$	Fair value \$	% of total
Exchange traded funds				
BMO Global Banks Hedged to CAD Index ETF	765	13,933	13,024	
BMO Global Communications Index ETF	705	14,508	13,903	
BMO Global Infrastructure Index ETF	170	6,065	5,692	
Horizons S&P/TSX Capped Financials Index ETF, Class A	125	5,026	4,739	
Invesco DWA Consumer Cyclical Momentum ETF	80	5,526	5,120	
Invesco DWA Consumer Staples Momentum ETF	55	5,229	4,909	
Invesco DWA Industrials Momentum ETF	75	5,513	5,246	
Invesco DWA Utilities Momentum ETF	65	2,671	2,571	
iShares Core High Quality Canadian Bond Index ETF	140	2,832	2,831	
iShares Global Consumer Discretionary ETF	100	14,284	13,780	
iShares Global Consumer Staples ETF	220	14,591	13,813	
iShares Global Industrials ETF	130	14,300	13,835	
iShares Global Utilities ETF	160	11,160	10,730	
Vanguard Communication Services ETF	60	6,293	6,070	
Total of exchange traded funds		121,931	116,263	33.17
Mutual funds				
AGF Fixed Income Plus Fund	3,063	30,152	30,202	
BMO Precious Metals Fund, Series I	3,457	21,275	23,620	
Canoe Bond Advantage Fund, Series O	564	5,640	5,695	
Canoe Energy Class, Series O	1,077	10,640	9,973	
CI Global Health Sciences Corporate Class	935	31,312	30,529	
CI Signature Global Energy Corporate Class, Class O	1,914	15,640	15,103	
CI Signature Global Technology Corporate Class	612	31,335	30,958	
Franklin Bissett Corporate Bond Fund, Series O	523	5,709	5,638	
Templeton Global Bond Fund, Series O	475	5,823	5,859	
Total of mutual funds		157,526	157,577	44.96
Total investments		279,457	273,840	78.13
Cash and other net assets			76,671	21.87
Net assets attributable to holders of redeemable units			350,511	100.00

NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2018 and 2017

1. GENERAL INFORMATION

The R.E.G.A.R. Investment Management Global Equity Fund, the Sectorwise Conservative Portfolio, the Sectorwise Balanced Portfolio and the Sectorwise Growth Portfolio (hereinafter collectively the "Funds" or individually the "Fund") are mutual funds established as trusts under the regime of the law of Ontario and governed by a master declaration of trust dated as of January 6, 2014 (the "Declaration of Trust"), as supplemented from time to time executed by R.E.G.A.R. Investment management Inc., a company incorporated under the laws of Quebec (the "Manager", "R.E.G.A.R.", "we", "us" or "our") which act as Trustee and Manager thereunder.

The R.E.G.A.R. Investment Management Global Equity Fund has been created pursuant to a supplemental indenture ("Supplemental Indenture") to the Declaration of Trust, as of January 6th, 2014. Each of the Sectorwise Conservative Portfolio, Sectorwise Balanced Portfolio and Sectorwise Growth Portfolio have been created pursuant to a supplemental indenture ("Supplemental Indenture") to the Declaration of Trust, as of October 19, 2018.

Each fund may offer one or more series of securities (also known as "units"). Each series is intended for a type of investor and includes different management fees, administration fees and distribution policies which are specified in the Simplified Prospectus.

The head office, which is also the Funds' principal place of business, is located at 725, Lebourgneuf Blvd, Suite 420, Québec (Quebec), G2J 0C4, Canada. Publication of these financial statements was authorized by R.E.G.A.R. Investment Management Inc. as Manager of the Funds, on March 27, 2019.

Class A units are available to all investors. The minimum subscription for these units is \$500. The minimum subsequent investment is \$25 and the minimum balance is \$500. Class A units are offered on a front-end basis. This means that investors may pay their broker a sales commission, up to a maximum of 5% of the purchase price of the units. A trailer fee is payable in connection with class A units.

Class F units are available to all investors through authorized brokers, who may charge additional fees for extra services. These are only offered to brokers who enter into a specific agreement with the Manager pursuant to which they accept that their remuneration is based on the professional services they provide to investors. The minimum subscription for class F units is \$500. The minimum subsequent investment is \$25 and the minimum balance is \$500. There are no sales or redemption fees for purchases, switches, transfers, reclassifications or redemptions. Brokers may charge for additional services. No trailer fee is payable.

Class P and R units are only available to investors who have a managed account with R.E.G.A.R. Investment Management Inc. through authorized brokers, who may charge additional fees for extra services. The minimum subscription for class P and R units is \$500. The minimum subsequent investment is \$25 and the minimum balance is \$500. There are no sales or redemption fees for purchases, switches, transfers, reclassifications or redemptions. Brokers may charge for additional services. No trailer fee is payable.

The main difference between classes has to do with management fees payable, other fees paid and the type of distributions. Although subscriptions and redemptions of units are registered by class, assets allocated to all classes of a Fund are combined to create a single Fund for investment purposes. Each class pays its share of the Fund's common expenses as well as any expenses specific to a particular class. Each class has a different net asset value per unit as a result of differences in class costs.

NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2018 and 2017

The Manager intends to complete the required actions in order to change the name of the following Fund concurrently with the filing of these financial statements. The intended name change is as follows:

Former name	Intended name
R.E.G.A.R. Investment Management Global Equity Fund	RGP Global Sector Fund

2. BASIS OF PRESENTATION

These financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) and the requirements of Regulation 81-106 respecting Investment Fund Continuous Disclosure.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies of the Funds, which is investment entities, are the following:

3.1 New accounting standard adopted

As at January 1, 2018, the Fund retrospectively applied IFRS 9 *Financial Instruments*, which replaces IAS 39 *Financial Instruments: Recognition and Measurement*. In addition, the prior year's financial statements have been restated. The application of IFRS 9 did not result in any adjustment to the opening balances of these financial statements, as at January 1, 2017.

The adoption of IFRS 9 has an impact primarily on the classification of financial instruments. IFRS 9 requires the classification of financial assets according to both the characteristics of the contractual cash flows of the financial asset and the economic model followed by Funds for the management of financial assets, in one of three categories: amortized cost, fair value through profit or loss (FVTPL) or fair value through other comprehensive income (FVTOCI). Financial liabilities are to be measured at amortized cost with certain exceptions including financial liabilities that are held for trading or designated at fair value through profit or loss that are required to be measured at fair value through profit or loss (FVTPL). The following tables present the classifications of financial instruments in accordance with IAS 39 and IFRS 9. No book value has been modified following the application of the new standard.

Financial assets	Classification IAS 39	Classification IFRS 9
Investments	Designated FVTPL	FVTPL
Cash	Loans and receivables	Amortized cost
Subscriptions receivable	Loans and receivables	Amortized cost
Dividends receivable	Loans and receivables	Amortized cost

Financial liabilities	Classification IAS 39	Classification IFRS 9
Management fees payable	Financial liabilities at amortized cost	Amortized cost
Administration fees payable	Financial liabilities at amortized cost	Amortized cost
Redeemed units payable	Financial liabilities at amortized cost	Amortized cost
Distributions payable	Financial liabilities at amortized cost	Amortized cost

NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2018 and 2017

3.2 Financial Instruments

a) Classification

Financial assets and liabilities at fair value through profit or loss:

Investments are classified in this category upon initial recognition because they are managed on a fair value basis according to the Funds' investment strategy.

Financial assets at amortized cost:

In this category, the Funds have included cash, subscriptions receivable and dividends receivable. Financial assets at amortized cost must be depreciated by the amount of expected credit losses. Given the very short maturity of these financial assets, the financial strength of the counterparties involved and the history of losses incurred, the Manager believes that the risk of loss is very low. For this reason, no impairment was recorded for assets at amortized cost.

Financial liabilities at amortized cost:

This category includes all financial liabilities, except those at FVTPL. In this category, the Funds have included management fees payable, administration fees payable, redeemed units payable and distributions payable to holders of redeemable units.

b) Recognition

Investment transactions are accounted for on the trade date. Income and expenses are recorded using the accrual basis of accounting. Dividend income is recognized on the ex-dividend date. Foreign revenue is presented before withholding taxes deducted by foreign countries. Withholding taxes deducted by foreign countries are recorded separately in the statement of comprehensive income under "Tax deductions". Gains or losses arising from investment transactions and unrealized appreciation or depreciation on investments are determined from the cost using the average cost basis. The income, the realized and unrealized gains (losses) are allocated among the different classes on a pro rata basis of net assets value of each class. Transaction costs, such as brokerage commissions, incurred at the time of purchase and sale of investments by the Funds, are recognized as "Transaction costs" in the statement of comprehensive income.

c) Measurement

Initial measurement

Upon initial measurement, the financial instruments of the funds are measured at fair value, which, in the case of financial instruments measured subsequently at amortized cost, is increased by the transaction costs.

Subsequent measurement

Financial assets and liabilities at FVTPL are measured at fair value. Changes in the fair value of these financial instruments are recorded in the unrealized net gains (losses).

The obligation of each Fund regarding net assets attributable to holders of redeemable units is recorded at the redemption value as at the date of the statement of financial position. All other financial assets and liabilities are measured at amortized cost. Given the short term of these financial instruments, their value at amortized cost is similar to their fair value.

Refer to Note 6 for the description of fair value.

NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2018 and 2017

d) Derecognition

Financial assets are derecognized when the contractual rights to the cash flows from the investments have expired or when the Funds have significantly transferred the risk and financial reward of its participation (ownership). Financial liabilities are derecognized when the obligation specified in the contract is discharged, cancelled or expired.

3.3 Cash

Cash includes deposits with various financial institutions, that is, cash.

3.4 Valuation of units

The net asset value ("NAV") of a unit of each class within the Funds is determined each business day when the Toronto Stock Exchange is open by dividing the NAV attributable to each class by the number of units outstanding for the corresponding class.

Canadian Securities Administrators ("CSA") regulations allow the Funds to respect the IFRS provisions for financial statements reporting, without changing their method of calculating the transactional NAV for the purposes of purchases, transfers and redemptions by unitholders. As at December 31, 2018 and 2017, the difference between the net asset value per unit and the net assets attributable to holders of redeemable units per class is not significant.

3.5 Unit issuance and redemption

Redeemable units are redeemable at the holder's option and are classified as financial liabilities. For the purpose of calculating net assets attributable to holders of redeemable units in accordance with each Funds' redemption requirements, the Funds' assets and liabilities are valued at fair value. The Funds issue units at the NAV of existing units. The unitholders can redeem units at the prevailing rate for cash equal to a proportionate unit of the Funds' NAV (calculated in accordance with redemption requirements). The NAV per unit of the Funds is calculated by dividing the net assets attributable to unitholders (calculated in accordance with redemption requirements) by the number of units issued.

Net assets per unit are calculated separately for each class of units of the Funds. The net assets of a class are measured by calculating their proportionate unit of the Fund's assets and liabilities common to all class, to which are added the assets and liabilities of the Fund attributable to that specific class.

3.6 Increase (decrease) in net assets attributable to holders of redeemable units, per unit

The increase (decrease) in net assets attributable to holders of redeemable units, per unit, is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units by the weighted average number of units outstanding during the year. This information is presented in the statement of comprehensive income.

Expenses directly attributable to a class are charged directly to that class. Other expenses, investment income, realized and unrealized capital gains and losses are shared proportionately among class according to their unit of net assets, unless they can be specifically attributed to one or more class.

3.7 Distributions to holders of redeemable units

The net income and net realized capital gains of the Funds are distributed to unitholders of the Funds annually on a pro rata basis of the units they hold. Unrealized gains and losses are included in the net assets attributable to unitholders. However, they will be distributed to unitholders once only the gain or loss is realized. Capital losses are not distributed

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to unitholders but are retained by the Funds to be applied against future capital gains. The net income of the Funds and net capital gains are paid annually to unitholders.

3.8 Currency conversion

The Funds' subscriptions and redemptions are denominated in Canadian dollars, which is also its functional and presentation currency. Foreign currency transactions are converted into the functional currency at the exchange rate applicable on the transaction date. Assets and liabilities denominated in foreign currency are converted into the functional currency at the exchange rate applicable at the measurement date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the remeasurement of monetary items at year-end exchange rates are recognized in the statement of comprehensive income under "Net foreign exchange gains (losses) on cash" and "Net realized gains (losses) on investment sales".

3.9 Taxation

Pursuant to the *Income Tax Act* (Canada) and the *Taxation Act* (Quebec) (hereinafter, collectively, the "Tax acts"), the Funds qualify as a mutual fund trust. All of the net income of the Funds for tax purposes and sufficient capital gains realized in any year are distributed to unitholders such that no income tax is payable by the Funds. Therefore, the Funds do not recognize any income taxes. Given that the Funds don't record any income tax expenses, the tax savings linked to capital and non-capital losses were not recorded as a deferred income tax asset in the statement of financial position. The Funds are currently subject to withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a tax expense in the statement of comprehensive income.

Under the Tax acts, the distributed net income and net realized gains are taxable in the hands of the unitholders in year when the distribution was received, pro rata to the number of units held. The taxation year of the Funds end on December 31.

Under the Tax acts, mutual funds may claim a capital gains refund. A mathematical formula taking units redeemed during the year into account is utilized to maximize the claim in order to retain capital gains in the Funds and minimize income taxes payable by unitholders.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

When preparing financial statements, management must exercise discretion in applying its accounting policies and make estimates and assumptions about the future. In applying IFRS, these financial statements include estimates and assumptions made by management that affect the reported amounts of assets, liabilities, income and expenses. However, existing circumstances and assumptions may change due to market changes or circumstances arising beyond the control of the Funds. Such changes are reflected in the assumptions when they occur.

Significant judgements

The following paragraphs are significant management judgments in applying the accounting policies of the Funds that have the most significant effect on the financial statements.

Functional currency

The Manager considers the Canadian dollar to be the functional currency in which the Funds operate, because it is the currency which, in its opinion, most faithfully represents the economic effects of the underlying transactions, events and

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conditions of the Funds. Moreover, the Canadian dollar is the currency in which the Funds assess their performance. The Funds issue and redeem their units in Canadian dollars.

Unit classification

The criteria contained within IAS 32 - Financial Instruments: Presentation ("IAS 32") will result in the classification of the nets assets attributable to unitholders as a liability within the Funds' statement of financial position, unless all conditions required for equity classification are met.

The outstanding units of the Funds qualify as puttable instruments. IAS 32 states that units of an entity that include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset should be classified as financial liability unless they have certain characteristics. The Funds issue different classes of units that are equally subordinated but have different features. In addition, the Funds have a contractual obligation to distribute any taxable income annually that allows the unitholders to request cash payment for any distributions or dividends declared. These features violate criteria that are required in order for the units to be presented as equity under IAS 32. Consequently, all the units of the Funds are presented as liabilities.

Estimation uncertainties

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

Fair value of financial instruments

As described in Note 6, the Manager has taken a position when the closing price does not fall within that day's bid-ask spread. IFRS stipulate that the Manager must determine the traded price by considering the character that is most representative of fair value based on the specific facts and circumstances. Management has taken the position that when such a situation arises, the Manager determines the point within the bid-ask spread or the closing price that is most representative of fair value based on the specific facts and circumstances.

5. CHANGE IN ACCOUNTING STANDARDS THAT ARE NOT YET IN EFFECT

At the date of authorization of these financial statements, no new standard, amendment or interpretation to existing standards that have a material impact on these financial statements have been published by the International Accounting Standards Board (hereinafter "IASB").

6. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS

The Funds' activities expose it to a variety of risks associated with financial instruments, namely, credit risk, liquidity risk, market risk (price risk, interest rate risk and foreign exchange risk) and the concentration risk. The Manager is responsible for managing financial risks. The Manager seeks to minimize potential adverse effects on the Funds' performance by employing professional, experienced managers, by monitoring assets and market activity daily and by diversifying assets while abiding by the strategies described in the investment objectives of the Funds. All investments involve a risk of loss of capital.

Credit risk

Credit risk is the risk that a party to a financial instrument will fail to honour a financial obligation or commitment that it has entered into with a Fund.

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A Fund is exposed to a significant concentration of credit risk when it invests in debt securities and derivatives or through its involvement in securities lending. The fair value of debt securities and derivatives takes into consideration the creditworthiness of the issuer or counterparty and, in cases involving securities lending, the borrower's creditworthiness. Fair value corresponds to the maximum credit risk exposure of the Funds. The Funds invest in exchange-traded funds (hereinafter "ETF"), or in the underlying funds, and can be indirectly exposed to credit risk if the ETFs, or underlying funds, invest in debt securities or derivatives.

All transactions in listed securities are settled or paid for upon delivery using approved brokers. The risk of default is considered minimal as securities sold are only delivered once the broker has received payment. Payment is made on a purchase once the broker has received the securities. The trade will fail if either party fails to meet its obligation.

Liquidity risk

Liquidity risk is defined as the risk of a Fund having difficulty in meeting its obligations or making a commitment, resulting in its creditors incurring a financial loss. A Fund can't purchase an investment that is not liquid when, following the purchase, more than 10% of the net asset value would constitute investment that are not liquid and can't place more than 15% of the net asset value for 90 days or more. Because the Funds invest in active markets, they can dispose of their assets quickly. In accordance with the policy of the Funds, the Manager monitors the liquidity position on a daily basis. Redeemable units are redeemable on demand at the holder's option. Maturities for other financial liabilities at amortized cost are within three months. The Funds maintain a cash flow level that the Manager of the Funds deems sufficient to maintain the required liquidities.

Market risk

The investments of the Funds are also exposed to market risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. The market risk includes the currency risk, the price risk and the interest rate risk. These risks are described below.

Currency risk

The Funds invest in other investments funds denominated and traded in currencies other than the Canadian dollar. Such investments may involve currency risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Certain ETFs held by the Funds may provide protection against fluctuations in the exchange rates of the underlying assets of the Funds.

The tables below present the foreign currencies to which the Funds had significant exposure at the end of each period in Canadian dollars. The tables also illustrate the potential impact on net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

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As at December 31, 2018

Funds	Currency	Gross exposure	Hedge	Net exposure	Percentage of the net assets attributable to holders of redeemable units
R.E.G.A.R. Investment Management Global Equity Fund	U.S. dollar	\$12,956,908	-	\$12,956,908	16.42%
Sectorwise Conservative Portfolio ²²	U.S. dollar	\$37,296	-	\$37,296	11.00%
Sectorwise Balanced Portfolio ²²	U.S. dollar	\$56,908	-	\$56,908	17.08%
Sectorwise Growth Portfolio ²²	U.S. dollar	\$76,516	-	\$76,516	21.83%

Currency risk impact (5% variation) on net assets as at December 31, 2018:

R.E.G.A.R. Investment Management Global Equity Fund	+/- \$ 647,845
Sectorwise Conservative Portfolio	+/- \$ 1,865
Sectorwise Balanced Portfolio	+/- \$ 2,845
Sectorwise Growth Portfolio	+/- \$ 3,826

As at December 31, 2017

Funds	Currency	Gross exposure	Hedge	Net exposure	Percentage of the net assets attributable to holders of redeemable units
R.E.G.A.R. Investment Management Global Equity Fund	U.S. dollar	\$16,728,734	-	\$16,728,734	22.53%
Sectorwise Conservative Portfolio ²³	U.S. dollar	n.a.	n.a.	n.a.	n.a.
Sectorwise Balanced Portfolio ²²	U.S. dollar	n.a.	n.a.	n.a.	n.a.
Sectorwise Growth Portfolio ²²	U.S. dollar	n.a.	n.a.	n.a.	n.a.

Currency risk impact (5% variation) on net assets as at December 31, 2017:

R.E.G.A.R. Investment Management Global Equity Fund	+/- \$ 836,437
Sectorwise Conservative Portfolio ²²	n.a.
Sectorwise Balanced Portfolio ²²	n.a.
Sectorwise Growth Portfolio ²²	n.a.

The Funds invest in EFTs or underlying funds and, therefore, may be indirectly exposed to currency risk when the EFTs or underlying funds, are invested in financial instruments denominated and traded in currencies other than the Canadian dollar.

Price risk

Price risk is the risk that the value of a financial instrument will fluctuate because of changes in market prices, apart from those arising from interest rate risk or currency risk relating to monetary instruments, whether these fluctuations are

²² Beginning of operations on December 2018

²³ Beginning of operations on December 2018

NOTES TO THE FINANCIAL STATEMENTS

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the result of a specific investment, its issuer or other factors that could affect instruments traded in a market or market segment. All securities involve a risk of loss of capital. The maximum risk associated with financial instruments corresponds to their fair value. The investments of the Funds are exposed to price risk arising from uncertainty over future prices of the instruments.

The Manager regularly monitors the relative weighting of individual securities, sectors and countries, and also takes account of market capitalization and liquidity of each security.

The tables below show the potential impact of a +/- 1% variation in performance of the benchmark on the net asset value of the Funds as at December 31, 2018 and 2017, with all other variables held constant. This variation is approximated based on the beta coefficient of the Funds, which is calculated according to the historical correlation between the performance of the Funds and benchmark performance. The historical beta, which measures the correlation between Funds performance and market performance, is usually drawn from a comparison of the benchmark performance and the performance of the Funds over a period of 36 months. Considering the creation date of each Fund, shorter periods can be used and are then identified. No data is calculated for periods of less than one month. Actual results of trading activities may differ from this sensitivity analysis and such differences could be material.

As at December 31, 2018

Funds	Benchmark index	Historical beta	Impact on net assets and results	Percentage of net assets
R.E.G.A.R. Investment Management Global Equity Fund	MSCI World Index (CAD) ²⁴	0.53	+/- \$411,603	0.52%
Sectorwise Conservative Portfolio ²⁵	MSCI World Index (CAD)	n.a.	n.a.	n.a.
Sectorwise Balanced Portfolio ²⁴	MSCI World Index (CAD)	n.a.	n.a.	n.a.
Sectorwise Growth Portfolio ²⁴	MSCI World Index (CAD)	n.a.	n.a.	n.a.

As at December 31, 2017

Funds	Benchmark index	Historical beta	Impact on net assets and results	Percentage of net assets
R.E.G.A.R. Investment Management Global Equity Fund	MSCI World Index (USD)	0.62	+/- \$454,846	0.61%
Sectorwise Conservative Portfolio ²⁴	MSCI World Index (USD)	n.a.	n.a.	n.a.
Sectorwise Balanced Portfolio ²⁴	MSCI World Index (USD)	n.a.	n.a.	n.a.
Sectorwise Growth Portfolio ²	MSCI World Index (USD)	n.a.	n.a.	n.a.

²⁴ The Benchmark index used was changed by the Manager in June 2018 to adopt the same Benchmark within all regulatory documents pertaining to the Funds.

²⁵ Beginning of operations on December 2018

NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2018 and 2017

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates.

Interest rate risk arises when the Funds invest in interest-bearing financial instruments. Fluctuations in interest rates have little impact on the fair value of cash. The Funds invest in EFTs and underlying funds, therefore, may be indirectly exposed to interest rate risk when the EFTs or underlying funds, are invested in interest-bearing financial instruments.

Concentration risk

Concentration risk arises as a result of the concentration of exposures within a single class, whether it is a geographical location, product type, industry sector or counterparty type. The following tables summarize the concentration risk of the Funds expressed as a percentage of net assets attributable to holders of redeemable units:

R.E.G.A.R. Investment Management Global Equity Fund

Concentration risk	December 31, 2018 (%)	December 31, 2017 (%)
The major portfolio categories are presented in the following table:		
Exchange traded funds	98.44	98.78
Cash and other net asset items	1.56	1.22

Sector-based distribution	December 31, 2018 (%)	December 31, 2017 (%)
Materials	12.73	12.47
Energy	10.49	10.80
Financial services	9.76	11.16
Consumer staples	9.40	9.33
Communication	9.27	-
Health care	9.08	10.20
Discretionary consumption	8.75	10.62
Public services	8.59	9.74
Industrial products	8.03	9.28
Information technologies	7.74	9.72
Fixed income	4.60	5.46
Cash and other net asset items	1.56	1.22
Total	100	100

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As at December 31, 2018 and 2017

Sectorwise Conservative Portfolio

Concentration risk	
The major portfolio categories are presented in the following table:	December 31, 2018 (%)²⁶
Exchange traded funds	20.93
Mutual funds	44.45
Cash and other net asset items	34.62

Sector-based distribution	December 31, 2018 (%)²⁵
Fixed income	40.40
Cash and other net asset items	34.62
Industrial products	3.18
Communication	3.16
Consumer staples	3.10
Public services	3.07
Discretionary consumption	2.99
Financial services	2.89
Materials	1.89
Information technologies	1.62
Health care	1.55
Energy	1.53
Total	100

Sectorwise Balanced Portfolio

Concentration risk	
The major portfolio categories are presented in the following table:	December 31, 2018 (%)²⁵
Mutual funds	52.61
Exchange traded funds	30.40
Cash and other net asset items	16.99

Sector-based distribution	December 31, 2018 (%)²⁵
Fixed income	32.09
Cash and other net asset items	16.99
Materials	6.03
Information technologies	5.43
Energy	5.40
Health care	5.33
Consumer staples	5.07
Public services	4.96
Communication	4.83
Industrial products	4.77
Discretionary consumption	4.67
Financial services	4.43
Total	100

²⁶ Beginning of operations on December 2018

NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2018 and 2017

Sectorwise Growth Portfolio

Concentration risk	
The major portfolio categories are presented in the following table:	December 31, 2018 (%)²⁷
Mutual funds	44.96
Exchange traded funds	33.17
Cash and other net asset items	21.87

Sector-based distribution	December 31, 2018 (%)²⁶
Cash and other net asset items	21.87
Fixed income	14.33
Information technologies	8.83
Health care	8.71
Energy	7.15
Materials	6.74
Communication	5.70
Industrial products	5.45
Public services	5.42
Discretionary consumption	5.39
Consumer staples	5.34
Financial services	5.07
Total	100

Determination of fair value

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the valuation date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and marketable securities) is based on quoted market prices at the closing of trading at the reporting date. The Funds use the last traded market price for both financial assets and liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread or the closing price that is most representative of fair value based on the specific facts and circumstances.

Cost is determined using the average cost method.

Fair value valuation classification

The Funds classify fair value valuation within a hierarchy which gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy are the following:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Funds can access at the valuation date;
- Level 2 Inputs, other than quoted prices included in Level 1, those are observable for the asset or liability either directly or indirectly;
- Level 3 Inputs that are unobservable for the asset or liability.

²⁷ Beginning of operations on December 2018

NOTES TO THE FINANCIAL STATEMENTS

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If inputs of different levels are used to measure an asset's or liability's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement. The following table illustrates the classification of the financial assets of the funds and liabilities measured at fair value within the fair value hierarchy.

R.E.G.A.R. Investment Management Global Equity Fund

As at December 31, 2018	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Investments				
Exchange traded funds	77,661,007	-	-	77,661,007
Total investments	77,661,007	-	-	77,661,007

During the year ended December 31, 2018 there were no transfers of securities between level 1 and level 2.

As at December 31, 2017	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Investments				
Exchange traded funds	73,362,237	-	-	73,362,237
Total investments	73,362,237	-	-	73,362,237

During the year ended December 31, 2017 there were no transfers of securities between level 1 and level 2.

Sectorwise Conservative Portfolio

As at December 31, 2018	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Investments				
Mutual funds	70,975	-	-	70,975
Exchange traded funds	150,737	-	-	150,737
Total investments	221,712	-	-	221,712

During the year ended December 31, 2018 there were no transfers of securities between level 1 and level 2.

Sectorwise Balanced Portfolio

As at December 31, 2018	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Investments				
Mutual funds	101,279	-	-	101,279
Exchange traded funds	175,244	-	-	175,244
Total investments	276,523	-	-	276,523

During the year ended December 31, 2018 there were no transfers of securities between level 1 and level 2.

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Sectorwise Growth Portfolio

As at December 31, 2018	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Investments				
Mutual funds	116,263	-	-	116,263
Exchange traded funds	157,577	-	-	157,577
Total investments	273,840	-	-	273,840

During the year ended December 31, 2018 there were no transfers of securities between level 1 and level 2.

All fair value measurements above are recurring. Fair value is classified as level 1 when the related security is actively traded and a quoted price is available. If an instrument classified as level 1 subsequently ceases to be actively traded, it is transferred out of level 1. In such cases, the instrument is reclassified into level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as level 3.

7. FINANCIAL INSTRUMENTS BY CATEGORY

The following tables present the carrying amounts of the Funds' financial instruments by category:

R.E.G.A.R. Investment Management Global Equity Fund

As at December 31, 2018

Financial assets	At FVTPL \$	At amortized cost \$	Total \$
Investments - Exchange traded funds	77,661,007		77,661,007
Cash		889,967	889,967
Subscriptions receivable		67,738	67,738
Dividends receivable		436,931	436,931
Total	77,661,007	1,394,636	79,055,643
Financial liabilities			
	At FVTPL \$	At amortized cost \$	Total \$
Redeemed units payable		53,092	53,092
Management fees payable		85,328	85,328
Administration fees payable		22,756	22,756
Distributions payable to holders of redeemable units		2,371	2,371
Total	-	163,547	163,547

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As at December 31, 2017

Financial assets	At FVTPL	At amortized cost	Total
	\$	\$	\$
Investments - Exchange traded funds	73,362,237		73,362,237
Cash		740,729	740,729
Subscriptions receivable		32,007	32,007
Dividends receivable		232,302	232,302
Total	73,362,237	1,005,038	74,367,275

Financial liabilities	At FVTPL	At amortized cost	Total
	\$	\$	\$
Redeemed units payable		5,000	5,000
Management fees payable		75,250	75,250
Administration fees payable		20,848	20,848
Total	-	101,098	101,098

All net gains (losses) were realized on financial instruments at FVTPL.

Sectorwise Conservative Portfolio

As at December 31, 2018

Financial assets	At FVTPL	At amortized cost	Total
	\$	\$	\$
Investments	221,712		221,712
Cash		117,228	117,228
Subscriptions receivable		170	170
Dividends receivable		208	208
Total	221,712	117,606	339,318

Financial liabilities	At FVTPL	At amortized cost	Total
	\$	\$	\$
Management fees payable		155	155
Administration fees payable		48	48
Total	-	203	203

All net gains (losses) were realized on financial instruments at FVTPL.

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Sectorwise Balanced Portfolio

As at December 31, 2018

Financial assets	At FVTPL	At amortized cost	Total
	\$	\$	\$
Investments	276,523		276,523
Cash		54,440	54,440
Subscriptions receivable		2,089	2,089
Dividends receivable		307	307
Total	276,523	56,836	333,359
Financial liabilities	At FVTPL	At amortized cost	Total
	\$	\$	\$
Management fees payable		185	185
Administration fees payable		50	50
Total	-	235	235

All net gains (losses) were realized on financial instruments at FVTPL.

Sectorwise Growth Portfolio

As at December 31, 2018

Financial assets	At FVTPL	At amortized cost	Total
	\$	\$	\$
Investments	273,840		273,840
Cash		56,695	56,695
Subscriptions receivable		19,898	19,898
Dividends receivable		272	272
Total	273,840	76,865	350,705
Financial liabilities	At FVTPL	At amortized cost	Total
	\$	\$	\$
Management fees payable		145	145
Administration fees payable		49	49
Total	-	194	194

All net gains (losses) were realized on financial instruments at FVTPL.

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8. INTEREST IN UNDERLYING FUNDS

The Funds may invest in other mutual funds. Where applicable, the Funds' interests in underlying mutual funds are reported in its schedule of investment portfolio at fair value, which represents the Funds' maximum exposure to these investments.

9. REDEEMABLE UNITS

Capital structure

Issued capital

The capital of the Funds is presented in the statement of financial position. All issued redeemable units are fully paid. The capital of the Funds is represented by these redeemable units that are issued or outstanding. Each unit issued confers to the unitholder an equal interest in a Fund and is of equal value. A unit does not confer any interest in any particular asset or investment of a Fund. Unitholders have various rights under the constitution of the Funds, including the rights to:

- have their units redeemed at a proportionate share based on the Fund's NAV per unit on the redemption date;
- receive income distributions;
- attend and vote at meetings of unitholders;
- participate in the termination and winding up of a Fund.

The rights, obligations and restrictions mentioned above, which are attached to each unit, are identical in all respects. For the purpose of calculating the net assets attributable to the holders of redeemable units in accordance with the constitution of the Funds, the assets and liabilities of the Funds, are valued at fair value.

Capital management

The capital of each Fund is equal to net assets. It is managed in compliance with the investment objective, policies and restrictions of the Funds, as stated in the prospectus. The changes in the capital of the Funds during the year is presented in the statement of changes in net assets.

10. RELATED PARTY TRANSACTIONS

The investment activities of the Funds are managed by R.E.G.A.R. Investment Management Inc. (Manager and Trustee of the Funds). Recordkeeping and accounting have been delegated to CIBC Mellon Global Securities Services Company. CIBC Mellon Trust Company is the custodian of the assets of the Funds. CIBC Mellon and CIBC Mellon Trust Company are not related parties.

Position held by related parties

The following tables show, as at December 31, 2018 and 2017, the related parties that were registered owners and beneficial owners, directly or indirectly, of units of a class of the Funds.

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As at December 31, 2018

Name	Funds	Number and class of units	Percentage of the class
Directors of the Manager of the Fund	R.E.G.A.R. Investment Management Global Equity Fund	21,302 class P units	1.23%
Directors of the Manager of the Fund	Sectorwise Conservative Portfolio	1,003 class A units	4.77%
Directors of the Manager of the Fund	Sectorwise Conservative Portfolio	1,003 class F units	66.65%
Directors of the Manager of the Fund	Sectorwise Conservative Portfolio	8,030 class P units	66.67%
Directors of the Manager of the Fund	Sectorwise Balanced Portfolio	1,003 class A units	4.87%
Directors of the Manager of the Fund	Sectorwise Balanced Portfolio	1,003 class F units	66.69%
Directors of the Manager of the Fund	Sectorwise Balanced Portfolio	8,028 class P units	66.67%
Directors of the Manager of the Fund	Sectorwise Growth Portfolio	1,003 class A units	6.62%
Directors of the Manager of the Fund	Sectorwise Growth Portfolio	1,003 class F units	12.37%
Directors of the Manager of the Fund	Sectorwise Growth Portfolio	8,025 class P units	62.71%

As at December 31, 2017

Name	Funds	Number and class of units	Percentage of the class
Directors of the Manager of the Fund	R.E.G.A.R. Investment Management Global Equity Fund	27,601 class P units	1.62%
Company controlled by Directors of the Manager of the Fund	R.E.G.A.R. Investment Management Global Equity Fund	257 class A units	0.01%
Company controlled by Directors of the Manager of the Fund	R.E.G.A.R. Investment Management Global Equity Fund	7,235 class F units	0.32%
Company controlled by Directors of the Manager of the Fund	R.E.G.A.R. Investment Management Global Equity Fund	258 class R units	50.0%

Management and administration fees

Under the terms of the management agreement dated January 6, 2014, as amended thereafter from time to time, the Funds appointed the Manager to provide management services. The Manager receives a fee based on the net asset value of the units of the Funds, accrued daily and payable monthly at the following annual rates:

Funds	Class A	Class F	Class P	Class R
R.E.G.A.R. Investment Management Global Equity Fund	2.0%	1.0%	0.0%	2.0%
Sectorwise Conservative Portfolio	1.7%	0.7%	0.0%	n.a.
Sectorwise Balanced Portfolio	1.8%	0.8%	0.0%	n.a.
Sectorwise Growth Portfolio	1.9%	0.9%	0.0%	n.a.

NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2018 and 2017

Furthermore, the Manager pays all operating expenses for the Funds (including services provided by the Manager), excluding the costs of the Funds, in respect of each class, in exchange for fixed administration fees that are paid by the Funds. The Manager receives administration fees based on the net asset value of the Funds' units, accrued daily and payable monthly at the following annual rates:

Funds	Class A	Class F	Class P	Class R
R.E.G.A.R. Investment Management Global Equity Fund	0.29%	0.29%	0.29%	0.29%
Sectorwise Conservative Portfolio	0.24%	0.24%	0.24%	n.a.
Sectorwise Balanced Portfolio	0.24%	0.24%	0.24%	n.a.
Sectorwise Growth Portfolio	0.24%	0.24%	0.24%	n.a.

Under the terms of the Management Agreement, the Trustee may remove the Manager upon a 90-day notice. The total management and administration fees and balanced to paid, during the exercises end on December 31st, 2018 and 2017 were established as follows:

Funds	Total management and administration fees as at December 31, 2018	Balance payable management and administration fees as at December 31, 2018	Total management and administration fees as of December 31, 2017	Balance payable management and administration fees as at December 31, 2017
R.E.G.A.R. Investment Management Global Equity Fund	\$1,270,073	\$108,084	\$928,298	\$96,098
Sectorwise Conservative Portfolio ²⁸	\$203	\$203	n.a.	n.a.
Sectorwise Balanced Portfolio ²⁸	\$235	\$235	n.a.	n.a.
Sectorwise Growth Portfolio ²⁸	\$194	\$194	n.a.	n.a.

11. BROKERAGE COMMISSIONS AND SOFT DOLLAR ARRANGEMENTS

The Manager may enter into "soft dollar" arrangements with brokers if it determines in good faith that the commission is reasonable in relation to the order execution and research services utilized. The ascertainable soft dollar value recorded during the years ended December 31, 2018 and 2017 are as follows:

Funds	Total brokerage commissions as at December 31, 2018	Soft dollar payments as at December 31, 2018	Total brokerage commissions as at December 31, 2017	Soft dollar payments as at December 31, 2017
R.E.G.A.R. Investment Management Global Equity Fund	\$50,589	\$ -	\$33,875	\$ -
Sectorwise Conservative ²⁸ Portfolio	\$359	\$ -	n.a.	n.a.
Sectorwise Balanced Portfolio ²⁸	\$360	\$ -	n.a.	n.a.
Sectorwise Growth Portfolio ²⁸	\$363	\$ -	n.a.	n.a.

²⁸ Beginning of operations on December 2018

Independent Auditor's Report

Raymond Chabot
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To the Unitholders of
R.E.G.A.R. Investment Management Global Equity Fund
Sectorwise Conservative Portfolio
Sectorwise Balanced Portfolio
Sectorwise Growth Portfolio

Opinion

We have audited the financial statements of R.E.G.A.R. Investment Management Global Equity Fund, Sectorwise Conservative Portfolio, Sectorwise Balanced Portfolio and Sectorwise Growth Portfolio (hereafter collectively the "Funds"), which comprise the statements of financial position as at December 31, 2018 and 2017, and the statements of comprehensive income, the statements of changes in net asset attributable to holders of redeemable units and the statements of cash flows for the years then ended for the fund R.E.G.A.R. Investment Management Global Equity Fund, and the statements of financial position as at December 31, 2018, and the statements of comprehensive income, the statements of changes in net asset attributable to holders of redeemable units and the statements of cash flows for the initial year of 28 days then ended for the funds Sectorwise Conservative Portfolio, Sectorwise Balanced Portfolio and Sectorwise Growth Portfolio, and notes to financial statements, including a summary of significant accounting policies, and the schedules of investment portfolios as at December 31, 2018.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2018 and 2017, and their financial performance and their cash flows for the years then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the Funds in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and the auditor's report thereon

Management is responsible for the other information. The other information comprises the information, other than the financial statements and our auditor's report thereon, included in the simplified prospectus and in the annual management report of Funds performance.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

The simplified prospectus and the annual management report of Funds performance is expected to be made available to us after the date of this auditor's report. If, based on the work we will perform on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact to those charged with governance.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation;

We communicate with those charged with governance regarding, among other matters the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Raymond Chabot Grant Thornton LLP¹

Lévis
March 27, 2019

¹ CPA auditor, CA public accountancy permit no. A119912