
Aristotle – IG U.S. Small Cap Equity Pool

Annual Financial Report

MARCH 31, 2020

Aristotle – IG U.S. Small Cap Equity Pool

ANNUAL FINANCIAL STATEMENTS

MARCH 31, 2020

STATEMENTS OF FINANCIAL POSITION

at March 31 (in \$ 000 except per security amounts)

	2020	2019
Assets		
Current assets:		
Non-derivative investments	94,939	107,992
Cash and cash equivalents	4,113	5,567
Accrued interest receivable	-	-
Dividends receivable	96	66
Accounts receivable for investments sold	-	-
Accounts receivable for securities issued	-	-
Accounts receivable from the Manager	-	-
Margin on derivative contracts	-	-
Derivative assets	-	-
Other assets	-	-
	99,148	113,625
Non-current assets:		
Taxes recoverable	-	-
Other assets	-	-
	-	-
Total assets	99,148	113,625
Liabilities		
Current liabilities:		
Bank indebtedness	-	-
Accounts payable for investments purchased	-	510
Accounts payable for securities redeemed	-	-
Distributions payable	-	-
Accrued expenses and miscellaneous payables	-	1
Dividends payable on investments sold short	-	-
Derivative liabilities	-	-
Taxes payable	-	-
Other liabilities	-	-
Total liabilities	-	511
Net assets attributable to securityholders	99,148	113,114

STATEMENTS OF COMPREHENSIVE INCOME

for the periods ended March 31 (in \$ 000 except per security amounts)

	2020	2019
Income:		
Gains (losses) on derivative and non-derivative investments:		
Dividends	1,373	503
Interest income	71	22
Net realized gain (loss)	2,874	(244)
Net unrealized gain (loss)	(31,156)	1,612
Income (loss) from derivatives	-	-
Income (loss) from short selling	-	-
Other	-	-
Net gain (loss) on derivative and non-derivative investments	(26,838)	1,893
Securities lending income	-	-
Other	-	-
Total income	(26,838)	1,893
Expenses:		
Management fees	-	-
Management fee rebates	-	-
Service fees	-	-
Service fee rebates	-	-
Administration fees	-	-
Trustee fees	-	-
Commissions and other portfolio transaction costs	60	140
Independent Review Committee costs	-	-
Other	-	-
Expenses before amounts absorbed by Manager	60	140
Expenses absorbed by Manager	-	-
Net expenses	60	140
Increase (decrease) in net assets attributable to securityholders		
from operations before tax	(26,898)	1,753
Foreign withholding taxes paid (recovered)	183	66
Foreign income taxes paid (recovered)	-	-
Income tax paid (recovered)	-	-
Increase (decrease) in net assets attributable to securityholders		
from operations	(27,081)	1,687

	Net assets attributable to securityholders			
	per security		per series	
	2020	2019	2020	2019
Series P	7.62	10.12	99,148	113,114

	Increase (decrease) in net assets attributable to securityholders from operations			
	per security		per series	
	2020	2019	2020	2019
Series P	(2.23)	0.13	(27,081)	1,687

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STATEMENTS OF CHANGES IN FINANCIAL POSITION

for the periods ended March 31 (in \$ 000 except when stated)

	SERIES P	
	2020	2019
Net assets attributable to securityholders, beginning of period	113,114	-
Increase (decrease) in net assets attributable to securityholders resulting from:		
Operations	(27,081)	1,687
Distributions:		
Income	(1,199)	(144)
Capital gains	(1,889)	-
Return of capital	-	-
Management fee rebates	-	-
Service fee rebates	-	-
Total distributions	(3,088)	(144)
Security transactions:		
Proceeds from sale of securities	17,135	113,649
Proceeds from securities issued on merger	-	-
Reinvested from distributions	3,088	144
Payment on redemption of securities	(4,020)	(2,222)
Total security transactions	16,203	111,571
Increase (decrease) in assets attributable to securityholders	(13,966)	113,114
Net assets attributable to securityholders, end of period	99,148	113,114
Increase (decrease) in securities outstanding (in thousands):		
Securities outstanding, beginning of period	11,181	-
Add (deduct):		
Securities sold	1,936	11,387
Securities issued on merger	-	-
Reinvested from distributions	294	16
Securities redeemed	(399)	(222)
Securities outstanding, end of period	13,012	11,181

See accompanying notes.

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STATEMENTS OF CASH FLOWS

for the periods ended March 31 (in \$ 000 except when stated)

	2020	2019
Cash flows from operating activities		
Increase (decrease) in net assets attributable to securityholders from operations	(27,081)	1,687
Less non-cash impact of:		
Net realized (gain) loss	(2,874)	244
Change in net unrealized (gain) loss	31,156	(1,612)
Adjustments for:		
Proceeds from sale and maturity of investments	17,590	2,875
Purchases of investments	(33,458)	(108,959)
(Increase) decrease in accounts receivable and other assets	(30)	(66)
Increase (decrease) in accounts payable and other liabilities	(1)	1
Net cash provided by (used in) operating activities	(14,698)	(105,830)
Cash flows from financing activities:		
Proceeds from securities issued	17,135	113,649
Proceeds from securities issued on merger	-	-
Payments on redemption of securities	(4,020)	(2,222)
Distributions paid net of reinvestments	-	-
Net cash provided by (used in) financing activities	13,115	111,427
Increase (decrease) in cash and cash equivalents	(1,583)	5,597
Cash and cash equivalents at beginning of period	5,567	-
Effect of exchange rate fluctuations on cash and cash equivalents	129	(30)
Cash and cash equivalents, end of period	4,113	5,567
Cash	4,113	5,567
Cash equivalents	-	-
Bank indebtedness	-	-
	4,113	5,567
Supplementary disclosures on cash flow from operating activities:		
Dividends received net of withholding taxes	1,160	371
Interest received net of withholding taxes	71	22
Interest paid	-	-

See accompanying notes.

Aristotle – IG U.S. Small Cap Equity Pool

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SCHEDULE OF INVESTMENTS

as at March 31, 2020

	Country	Sector	No. of Units, Shares, or Par Value	Cost (CAD\$ '000)	Fair Value (CAD\$ '000)
EXCHANGE TRADED FUNDS					
iShares Russell 2000 ETF	United States	Exchange Traded Funds	10,379	2,057	1,675
iShares Russell 2000 Value ETF	United States	Exchange Traded Funds	13,486	2,086	1,560
				4,143	3,235
EQUITIES					
1-800-FLOWERS.COM Inc.	United States	Consumer Discretionary	85,402	1,535	1,593
Acadia Healthcare Co. Inc.	United States	Health Care	38,788	1,577	1,003
ACI Worldwide Inc.	United States	Information Technology	43,898	1,757	1,495
Advanced Energy Industries Inc.	United States	Information Technology	22,848	1,428	1,562
AerCap Holdings NV	Ireland	Industrials	29,919	1,900	961
Alamos Gold Inc.	Canada	Materials	58,115	345	410
Albany International Corp. Class A	United States	Industrials	19,323	1,835	1,289
Allele Inc.	United States	Utilities	22,245	2,336	1,903
Altra Industrial Motion Corp.	United States	Industrials	36,612	1,499	903
American Equity Investment Life Holding Co.	United States	Financials	23,098	927	612
Ardmore Shipping Corp.	Ireland	Energy	154,419	1,190	1,143
ASGN Inc.	United States	Industrials	23,665	1,991	1,178
Aspen Technology Inc.	United States	Information Technology	10,065	1,247	1,349
Assetmark Financial Holdings Inc.	United States	Financials	226	6	6
ATN International Inc.	United States	Communication Services	14,013	1,309	1,160
AZZ Inc.	United States	Industrials	10,748	585	426
Banner Corp.	United States	Financials	11,169	830	520
Barnes Group Inc.	United States	Industrials	11,713	877	691
Belden Inc.	United States	Information Technology	21,867	1,492	1,112
Benchmark Electronics Inc.	United States	Information Technology	30,961	1,013	873
Berkshire Hills Bancorp Inc.	United States	Financials	24,789	1,016	519
Bottomline Technologies Inc.	United States	Information Technology	35,488	2,301	1,834
Byline Bancorp Inc.	United States	Financials	51,163	1,312	748
CAI International Inc.	United States	Industrials	45,584	1,434	909
CalAmp Corp.	United States	Information Technology	69,089	1,358	438
Capital Product Partners LP	Greece	Energy	20,337	410	210
Carter's Inc.	United States	Consumer Discretionary	18,904	2,280	1,752
Casella Waste Systems Inc. Class A	United States	Industrials	23,451	1,053	1,291
Charles River Laboratories International Inc.	United States	Health Care	9,881	1,758	1,758
The Chefs' Warehouse Inc.	United States	Consumer Staples	25,750	1,139	366
Chemed Corp.	United States	Health Care	3,798	1,685	2,320
Columbus McKinnon Corp.	United States	Industrials	26,343	1,203	929
Community Healthcare Trust Inc.	United States	Real Estate	27,007	1,194	1,457
Cross Country Healthcare Inc.	United States	Health Care	97,187	1,092	923
Customers Bancorp Inc.	United States	Financials	50,376	1,285	776
Designer Brands Inc.	United States	Consumer Discretionary	50,345	1,468	353
Diamond S Shipping Inc.	Marshall Islands	Energy	13,972	203	233
Dycom Industries Inc.	United States	Industrials	22,226	1,692	804
Euronet Worldwide Inc.	United States	Information Technology	9,258	1,470	1,119
First Financial Bancorp	United States	Financials	27,605	916	580
Gartner Inc.	United States	Information Technology	2,135	405	300
Hannon Armstrong Sustainable Infrastructure Capital Inc.	United States	Real Estate	32,666	1,072	940
Harsco Corp.	United States	Industrials	43,188	1,049	424
Herbalife Nutrition Ltd.	United States	Consumer Staples	22,920	1,555	942
HMS Holdings Corp.	United States	Health Care	54,606	2,353	1,945
Huron Consulting Group Inc.	United States	Industrials	11,618	821	743
Infinera Corp.	United States	Information Technology	41,115	265	307
InnerWorkings Inc.	United States	Industrials	162,950	879	269
Insight Enterprises Inc.	United States	Information Technology	11,303	715	671
iStar Financial Inc.	United States	Real Estate	35,927	630	537
Itron Inc.	United States	Information Technology	24,289	1,737	1,912
John Wiley & Sons Inc. Class A	United States	Communication Services	7,925	524	419
Knowles Corp.	United States	Information Technology	70,230	1,479	1,325
Kraton Corp.	United States	Materials	34,729	1,170	397
Liquidity Services Inc.	United States	Consumer Discretionary	27,174	232	149
M/A-COM Technology Solutions Holdings Inc.	United States	Information Technology	34,139	807	911
Matthews International Corp. Class A	United States	Industrials	28,192	1,401	961
MEDNAX Inc.	United States	Health Care	30,572	1,314	502
Mercury Systems Inc.	United States	Industrials	21,530	1,567	2,165
Merit Medical Systems Inc.	United States	Health Care	37,695	2,610	1,661
Monro Inc.	United States	Consumer Discretionary	21,571	2,157	1,332
MTS Systems Corp.	United States	Information Technology	16,569	1,067	526
National Bank Holdings Corp.	United States	Financials	49,283	2,242	1,661
NexTier Oilfield Solutions Inc.	United States	Energy	92,690	1,126	153
Novanta Inc.	United States	Information Technology	14,649	1,463	1,650
Nu Skin Enterprises Inc. Class A	United States	Consumer Staples	15,779	1,165	486
Oceaneering International Inc.	United States	Energy	20,199	442	84
Omega Healthcare Investors Inc.	United States	Real Estate	22,776	1,116	852
Opus Bank	United States	Financials	60,788	1,638	1,485
PacWest Bancorp	United States	Financials	24,738	1,241	625
Prestige Brands Holdings Inc.	United States	Health Care	33,168	1,548	1,715
Providence Service Corp.	United States	Health Care	19,231	1,650	1,488

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SCHEDULE OF INVESTMENTS (continued)

as at March 31, 2020

	Country	Sector	No. of Units, Shares, or Par Value	Cost (CAD\$ 000)	Fair Value (CAD\$ 000)
EQUITIES (continued)					
QTS Realty Trust Inc. Class A	United States	Real Estate	36,444	1,984	2,980
Quidel Corp.	United States	Health Care	19,967	1,692	2,753
Ring Energy Inc.	United States	Energy	136,125	1,057	126
Rogers Corp.	United States	Information Technology	8,471	1,458	1,128
RPC Inc.	United States	Energy	68,637	981	199
Silgan Holdings Inc.	United States	Materials	34,762	1,245	1,422
Solar Capital Ltd.	United States	Financials	50,090	1,357	822
Sonos Inc.	United States	Consumer Discretionary	70,342	1,061	841
SP Plus Corp.	United States	Industrials	41,639	1,794	1,218
STAG Industrial Inc.	United States	Real Estate	43,162	1,559	1,370
Supernus Pharmaceuticals Inc.	United States	Health Care	19,382	761	492
TCF Financial Corp	United States	Financials	21,285	1,221	680
Team Inc.	United States	Industrials	55,620	1,237	510
Texas Capital Bancshares Inc.	United States	Financials	13,120	962	410
Titan Machinery Inc.	United States	Industrials	30,972	618	379
TiVo Corp.	United States	Information Technology	32,019	406	320
TreeHouse Foods Inc.	United States	Consumer Staples	13,479	890	839
Umpqua Holdings Corp.	United States	Financials	48,016	1,140	738
Unitil Corp.	United States	Utilities	24,779	1,733	1,828
US Xpress Enterprises Inc. - Class A	United States	Industrials	147,716	1,159	696
Veritex Holdings Inc.	United States	Financials	39,320	1,197	774
Wabash National Corp.	United States	Industrials	50,570	959	515
Wabtec Corp.	United States	Industrials	13,856	1,452	940
World Wrestling Entertainment Inc. Class A	United States	Communication Services	14,203	1,291	679
				120,602	91,704
COMMISSIONS AND OTHER PORTFOLIO TRANSACTION COSTS				(162)	-
TOTAL NON-DERIVATIVE INVESTMENTS				124,583	94,939
Net Assets (see asset composition):					
Total non-derivative investments					
Cash and cash equivalents					
Other net assets (liabilities)					
					94,939
					4,113
					96
					99,148

Schedule of Asset Composition

as at March 31, 2020

as at March 31, 2019

	% of net assets		% of net assets
PORTFOLIO ALLOCATION			
Equities	92.5	Equities	92.7
Exchange Traded Funds	3.3	Exchange Traded Funds	2.8
Cash and cash equivalents	4.1	Cash and cash equivalents	4.9
Other net assets (liabilities)	0.1	Other net assets (liabilities)	(0.4)
Total	100.0	Total	100.0
EQUITIES			
COUNTRY ALLOCATION			
United States	89.8	United States	89.8
Other	2.7	Other	2.9
	92.5		92.7
SECTOR ALLOCATION			
Information Technology	19.0	Industrials	21.9
Industrials	18.3	Information Technology	18.8
Health Care	16.7	Financials	12.5
Financials	11.0	Health Care	12.3
Real Estate	8.2	Real Estate	6.7
Consumer Discretionary	6.1	Consumer Discretionary	6.4
Utilities	3.8	Energy	3.6
Consumer Staples	2.7	Utilities	3.0
Communication Services	2.3	Consumer Staples	2.9
Other	4.4	Other	4.6
	92.5		92.7

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS

MARCH 31, 2020

1. ORGANIZATION OF THE FUND, FISCAL PERIODS AND GENERAL INFORMATION

(a) Organization of the Fund

The Fund is organized as an open-ended mutual fund trust established under the laws of Manitoba and governed by a Declaration of Trust. The address of the Fund's registered office is 447 Portage Avenue, Winnipeg, Manitoba, Canada. The Fund is authorized to issue an unlimited number of securities of multiple series. Series P securities are only available for purchase by other IG Wealth Management Funds or other qualified investors.

(b) Financial periods

The Statements of Financial Position are presented as at March 31, 2020 and 2019. The Statements of Comprehensive Income, Statements of Changes in Financial Position and Statements of Cash Flows are for the 12-month periods ended March 31, 2020 and 2019. The Schedule of Investments is presented as at March 31, 2020. Where a Fund or series of a Fund was established during either period, the information for the Fund or series is provided from inception date. Where a series of a Fund was terminated during either period, the information for the series is provided up to close of business on the termination date.

(c) General information

I.G. Investment Management, Ltd. is the Manager, Portfolio Advisor and Trustee of the Fund. The Fund is distributed by Investors Group Financial Services Inc. and Investors Group Securities Inc. (collectively, the Distributors). These companies are, indirectly, wholly owned subsidiaries of IGM Financial Inc.

IGM Financial Inc. is a subsidiary of Power Financial Corp. and Power Corporation of Canada. Companies related to Power Financial Corporation are therefore considered affiliates of the Trustee, the Manager and the Distributors. The Fund may invest in certain securities within the Power Group of Companies, subject to certain governance criteria, and these holdings, as at the end of the period, have been identified on the Schedule of Investments for the Fund. Any transactions during the periods, other than transactions with unlisted open-ended mutual funds, were executed through market intermediaries and under prevailing market terms and conditions.

2. BASIS OF PREPARATION AND PRESENTATION

These annual financial statements (financial statements) have been prepared in accordance with International Financial Reporting Standards (IFRS), as issued by the International Accounting Standards Board (IASB). A summary of the Fund's significant accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the Fund's functional currency, and rounded to the nearest thousand unless otherwise indicated. These financial statements are prepared on a going concern basis using the historical cost basis, except for financial assets and liabilities that have been measured at fair value.

These financial statements were authorized for issue by the Manager on July 17, 2020.

Standards issued but not yet effective for the current accounting year are described in Note 3.

3. SIGNIFICANT ACCOUNTING POLICIES

(a) Financial instruments

The Fund classifies and measures financial instruments in accordance with IFRS 9 Financial Instruments (IFRS 9). Upon initial recognition, financial instruments are classified as fair value through profit or loss (FVTPL). All financial assets and liabilities are recognized in the Statement of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. As such, investment purchase and sale transactions are recorded as of the trade date.

Financial instruments are subsequently measured at FVTPL with changes in fair value recognized in the Statement of Comprehensive Income.

The cost of investments (cost) is based on the weighted average cost of investments and excludes commissions and other portfolio transaction costs, which are separately reported in the Statement of Comprehensive Income. Realized gains and losses on disposition including foreign exchange gains or losses on such investments, are determined based on the cost of investments. Gains and losses arising from changes in the fair value of the investments are included in the Statement of Comprehensive Income for the period in which they arise. Gains and losses realized on certain derivatives, including interest rate and currency swaps, and futures are reported as Income (loss) from derivatives within the Statement of Comprehensive Income.

The Fund accounts for its holdings in unlisted open-ended investment funds (Underlying Funds) and Exchange Traded Funds (ETFs) at FVTPL. The Fund has concluded that the Underlying Funds and ETFs in which it invests do not meet the definition of structured entities. The Fund's investment in Underlying Funds and ETFs, if any, is presented in the Schedule of Investments at fair value which represents the Fund's maximum exposure on these investments.

(b) Fair value measurement

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 measurement date. The Fund's valuation policies are as follows:

(i) Equity securities, fixed-income securities and other investment funds

Fair value for securities listed on a public securities exchange or traded on an over-the-counter market is determined as the last traded market price or close price recorded by the security exchange on which the security is principally traded, where the close price falls within the bid-ask spread of the security. In situations where the last traded market price is not within the bid-ask spread, the Manager selects the point within the bid-ask spread that is most representative of fair value.

Fair value of fixed-income securities includes consideration of the creditworthiness of the issuer.

Investments in securities of another investment fund are valued at the net asset value per security calculated in accordance with the offering documents of such investment fund or as reported by that fund's manager.

Unlisted or non-exchange traded securities, or securities for which a last traded market price is unavailable or securities for which market quotations are, in the Manager's opinion, inaccurate, unreliable or not reflective of all available material information, are valued at their estimated fair value, determined by using appropriate and accepted industry valuation techniques including valuation models. The estimated fair value of a security determined using valuation models requires the use of inputs and assumptions based on observable market data including volatility and other applicable rates or prices. In limited circumstances, the estimated fair value of a security may be determined using valuation techniques that are not supported by observable market data.

(ii) Futures and swaps contracts

Futures and swaps contracts are valued at the gain or loss that would be realized upon closure of the contract. The values for such contracts fluctuate and are best determined at the settlement price established each day by the board of trade or exchange on which the contracts are traded.

Margin accounts represent margin deposits held with brokers in respect of open futures and swaps contracts. Any change in the variation margin requirement is settled daily. Margin paid or deposited in respect of futures contracts or swaps is reflected as a receivable at fair value in the Statement of Financial Position.

(iii) Forward contracts

Forward contracts, including forward currency contracts, are valued at the gain or loss that would arise as a result of closing the position at the reporting date.

(iv) Options contracts

Premiums paid for purchasing an option are recorded as an asset in the Statement of Financial Position and premiums received from writing options are included in the Statement of Financial Position as a liability. Subsequently, options contracts are adjusted daily to fair value.

(c) Cash and cash equivalents

Cash and cash equivalents includes cash on deposit with banks and short term investments that are readily convertible to cash, are subject to an insignificant risk of changes in value, and are used by the Fund in the management of short-term commitments. Cash and cash equivalents are reported at fair value which closely approximates their amortized cost due to their nature of being highly liquid and having short terms to maturity. Bank overdraft positions are presented as bank indebtedness in current liabilities in the Statement of Financial Position.

(d) Currency

All amounts are expressed in Canadian dollars. Foreign currency amounts have been expressed in Canadian dollars on the following bases:

(i) Fair value of investments and other assets and liabilities at the rate of exchange at the end of the periods.

(ii) Income, expenses, purchases and sales of investments at the rate of exchange on the dates of such transactions.

(e) Income recognition

Interest income from interest bearing investments is recognized using the effective interest method. Dividends are accrued as of the ex-dividend date. Dividend income and distributions from open-ended investment funds are recognized when the Fund's right to receive payment is established which is typically on the ex-dividend or distribution date. Distributions received from income trusts and open-ended investment funds are included in interest income, dividend income or capital gains, as appropriate, based on the best information available to the Manager. Due to the nature of these investments, actual allocations could vary from this information.

(f) Securities lending and repurchase transactions

The Fund may be permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the Fund's Simplified Prospectus. These transactions involve the temporary exchange of securities for collateral with a commitment to deliver the same securities on a future date. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on cash or securities held as collateral. Income earned from these transactions is recognized on the accrual basis and included in the Statement of Comprehensive Income. Securities lending transactions are administered by The Bank of New York Mellon (the Securities Lending Agent). All the counterparties have a sufficient, approved credit rating based on ratings provided by external credit rating agencies, and the value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned, sold or purchased. The value of securities loaned and collateral received from securities lending as of the end of the periods, if applicable, is disclosed in Note 12. Collateral received is comprised of debt obligations of the Government of Canada and other countries, Canadian provincial and municipal governments, and financial institutions.

(g) Redeemable securities

The Fund's redeemable securities entitle securityholders the right to redeem their interest in the Fund for cash equal to their proportionate share of the net asset value of the Fund, amongst other contractual rights. These redeemable securities involve multiple contractual obligations on the part of the Fund and therefore meet the criteria for classification as financial liabilities. The Fund's obligation for net assets attributable to securityholders is measured at FVTPL, with fair value being the redemption amount as of the reporting date. The fair value of net assets presented in the financial statements is consistent with the net asset values calculated in accordance with securities regulations for the purchase and redemption of the Fund's redeemable securities.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)**(h) Commissions and other portfolio transaction costs**

Commissions and other portfolio transaction costs are costs incurred to acquire, dispose or otherwise transact financial assets or liabilities. They include fees and commissions paid to agents, exchanges, brokers and dealers, and other intermediaries.

(i) Increase (decrease) in net assets attributable to securityholders from operations

Increase (decrease) in net assets attributable to securityholders from operations per security for a series in the Statement of Comprehensive Income represents the weighted average increase (decrease) in net assets attributable to securityholders from operations for the series, per security outstanding during the period.

(j) Offsetting

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statement of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts.

Note 12 presents the amounts, if any, subject to master netting arrangements or other similar agreements and the net impact to the Statements of Financial Position if all such rights were exercised.

(k) Future accounting changes

The Fund has determined there are no material implications to the Fund's financial statements arising from IFRS issued but not yet effective.

4. USE OF ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of financial statements in accordance with IFRS requires judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities at the reporting date and the reported amounts of income and expenses during the period. However, existing circumstances and assumptions may change due to market changes or circumstances arising beyond the control of the Fund. Such changes are reflected in the assumptions when they occur.

The outbreak of the novel coronavirus (COVID-19) developed rapidly over the first three months of 2020, with the World Health Organization declaring it a pandemic on March 11, 2020, and governments around the world enacting emergency measures that resulted in business disruptions, volatility in markets and a global economic slowdown.

The Manager uses judgment in assessing the impact from such events on assumptions and estimates applied in reporting the assets and liabilities in the Fund's financial statements at March 31, 2020. The impact to the assumptions and estimates applied in these financial statements, if any, is described in Note 12.

The duration and impact of the COVID-19 pandemic on businesses and markets, and the extent of economic relief measures provided by governments and central banks, are unknown at the reporting date and it is therefore not possible to reliably estimate the impact on the financial results and position of the Fund in future periods.

The following discusses the most significant accounting judgments and estimates made in preparing the financial statements:

(a) Functional currency

The Fund's functional and presentation currency is the Canadian dollar, which is the currency considered to most faithfully represent the economic effects of the Fund's underlying transactions, events and conditions taking into consideration the manner in which securities are issued and redeemed and how returns and performance by the Fund are measured.

(b) Classification of financial instruments

In classifying and measuring financial instruments held by the Fund, the Manager is required to make significant judgments in determining the most appropriate classification in accordance with IFRS 9. The Manager has assessed the Fund's business model, the manner in which all financial assets and financial liabilities are managed and performance evaluated as a group on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate measurement and presentation of the Fund's financial assets and financial liabilities.

(c) Estimations of fair value

The Fund may, from time to time, hold investments that are not quoted in active markets, such as unlisted securities or private securities. To estimate fair value, the Manager uses valuation techniques that make use of observable data, to the extent practicable. The Fund categorizes the fair value of its assets and liabilities into three categories, which are differentiated based on the observable nature of the inputs and extent of estimation required.

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly. Examples of Level 2 valuations include quoted prices for similar securities, quoted prices on inactive markets and from recognized investment dealers, and the application of factors derived from observable data to non-North American quoted prices in order to estimate the impact of differences in market closing times. The estimated fair values for these securities may be different from the values that would have been used had a ready market for the investment existed.

Level 3 – Inputs that are not based on observable market data. Various valuation techniques are utilized, depending on each situation. These methods and procedures may include, but are not limited to, performing comparisons with prices of comparable or similar securities, obtaining relevant information from issuers and/or other analytical data relating to the investment, and recent arm's length transactions. Key inputs and assumptions used are usually security specific and may include estimated discount rates, credit risk, volatility, correlations, and future cash flows. Changes in key inputs and assumptions could affect the reported fair value of these financial instruments held by the Fund. The estimated fair values for these securities may be significantly different from the values that would have been used had a ready market for the investment existed.

See Note 12 for the fair value classifications of the Fund.

(d) Structured entities

In determining whether unlisted open-ended investment funds or ETFs in which the Fund invests, but that it does not consolidate, meet the definition of a structured entity, the Manager is required to make significant judgments about whether the Underlying Funds or ETFs have the typical characteristics of a structured entity. The Manager has assessed the characteristics of the Underlying Funds and ETFs and has concluded that they do not meet the definition of a structured entity because the Fund does not have contracts or financing arrangements with the Underlying Funds or ETFs and does not have an ability to influence the activities of the Underlying Funds or ETFs or the return it receives from its investment.

5. FEES AND OTHER EXPENSES

- (a)** The Fund is responsible for the payment of certain expenses related to its operation including taxes (including but not limited to GST/HST and income tax), transaction costs related to the purchase and sale of investments and derivatives, interest and borrowing costs, and Independent Review Committee (IRC) costs.
- (b)** The Manager provides or arranges for the provision of investment and advisory services, and administrative services. The Trustee is responsible for the overall direction and management of the Fund.
- (c)** GST/HST paid by the Fund on its expenses is not recoverable. In these financial statements, reference to GST/HST includes QST (Quebec sales tax), as applicable.
- (d)** Other expenses are comprised of bank charges and other miscellaneous expenses.
- (e)** The Manager may, at its discretion, pay certain expenses of a Fund so that the Fund's performance remains competitive; however, there is no assurance that this will occur in the future. Any expenses absorbed by the Manager during the periods have been reported in the Statements of Comprehensive Income.
- (f)** Investment in Underlying Funds will be in series that do not pay fees. The ETFs into which the Fund may invest may have their own fees and expenses which reduce the value of the ETF. Generally, the Manager has determined that fees paid by an ETF are not duplicative with the fees paid by the Fund. However, where the ETF is managed by Mackenzie Financial Corporation, the ETF may distribute a fee rebate to the Fund to offset fees paid within the ETF. There is no assurance that these distributions will continue in the future.

6. INCOME TAXES

As a unit trust, the Fund, under the provisions of the Income Tax Act (Canada), is subject to tax on its income including net realized capital gains, which is not paid or payable to its securityholders. The Fund maintains a December year-end for tax purposes. The Fund may be subject to withholding taxes on foreign income. In general, the Fund treats withholding tax as a charge against income for tax purposes. The Fund will distribute sufficient amounts from net income for tax purposes, as required, so that the Fund will not pay income taxes.

See Note 12 for the losses that were available to offset future income for tax purposes as at the last taxation year-end. The net capital losses can be carried forward indefinitely to reduce future realized capital gains. The non-capital losses may be utilized to reduce taxable income of future years and expire in December of the years indicated.

7. COMMISSIONS AND OTHER PORTFOLIO TRANSACTION COSTS

The total brokerage commissions incurred by the Fund in connection with portfolio transactions for the periods, together with other transaction charges, is disclosed in the Statements of Comprehensive Income. Brokerage business is allocated to brokers based on the best net result for the Fund. Subject to this criteria, commissions may be paid to brokerage firms which provide (or pay for) certain services, other than order execution, which may include investment research, analysis and reports, and databases or software in support of these services. Where applicable and ascertainable, the value of third-party services that were paid for by brokers during the periods is disclosed in Note 12. The value of certain proprietary services provided by brokers cannot be reasonably estimated.

8. GUARANTEES AND INDEMNITIES

Agreements between the individual members of the Fund's IRC and the Trustee, on behalf of the Fund, provides for the indemnification of each IRC member by the Fund from and against liabilities and costs in respect of any action or suit against the member by reason of being or having been a member of the IRC, provided that the member acted honestly and in good faith with a view to the best interest of the Fund, or, in the case of a criminal or administrative action or proceeding that is enforced by a monetary penalty, that they had reasonable grounds for believing that his/her conduct was lawful. No claims with respect to such occurrences have been made and, as such, no amount has been recorded in these financial statements with respect to these indemnifications.

9. CAPITAL MANAGEMENT

The capital structure of the Fund consists of redeemable securities. The net capital received by the Fund is managed in accordance with the investment objective and strategies of the Fund and to maintain adequate liquidity to meet securityholder redemption requests. The Fund is not subject to externally imposed capital requirements and has no legal restrictions on the issue or redemption of securities beyond those included in the Fund's prospectus. Securities issued, reinvested and redeemed during the periods are reflected in the Statements of Changes in Financial Position.

10. FINANCIAL INSTRUMENT RISK

The Fund's investment activities expose it to a variety of financial risks. See the Schedule of Investments for additional information about the securities, Underlying Funds and ETFs, if any, held by the Fund as at the end of the period. Where significant, Note 12 presents the Fund's exposure, directly and, if applicable, indirectly through investments in Underlying Funds, ETFs and/or derivative contracts, to financial instrument risks, as indicated below.

(a) Risk management

The Manager seeks to minimize potential adverse effects of financial instrument risks on the Fund's performance by employing professional, experienced portfolio advisors, daily monitoring of the Fund's positions and market events, and diversifying the investment portfolio within the constraints of the investment objective. To assist in managing risk, the Manager also uses internal guidelines that identify the target exposures for each type of risk, maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy, internal guidelines and securities regulations.

(b) Liquidity risk

Liquidity risk arises when the Fund encounters difficulty in meeting its financial obligations as they come due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In order to monitor the liquidity of its assets, the Fund utilizes a liquidity risk management program that calculates the number of days to convert the investments held by the Fund into cash using a multi-day liquidation approach. This liquidity risk analysis assesses the Fund's liquidity against predetermined minimum liquidity percentages, established for different time periods, and is monitored quarterly. In addition, the Fund has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions. In order to comply with securities regulations, the Fund must maintain at least 90% of its assets in liquid investments (i.e., investments that can be readily sold).

(c) Currency risk

Currency risk is the risk that financial instruments which are denominated or exchanged in a currency other than the Canadian dollar, which is the Fund's functional currency, will fluctuate due to changes in exchange rates. Generally, foreign denominated investments increase in value when the value of the Canadian dollar (relative to foreign currencies) falls. Conversely, when the value of the Canadian dollar rises relative to foreign currencies, the values of foreign denominated investments fall.

Note 12 indicates the foreign currencies, if applicable, to which the Fund had significant exposure, including both monetary and non-monetary financial instruments, and illustrates the potential impact, in Canadian dollar terms, to the Fund's net assets had the Canadian dollar strengthened or weakened by 5% relative to all foreign currencies, all other variables held constant. In practice, the actual trading results may differ, and the difference could be material.

The Fund's sensitivity to currency risk illustrated in Note 12 includes potential indirect impacts from Underlying Funds and ETFs in which the Fund invests, and/or derivative contracts including forward currency contracts. Other financial assets and liabilities (including dividends and interest receivable, and receivables/payables for investments sold/purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

(d) Interest rate risk

Interest rate risk arises on interest-bearing financial instruments. The Fund is exposed to the risk that the value of interest-bearing financial instruments will fluctuate due to changes in the prevailing levels of market interest rates. Generally, these securities increase in value when interest rates fall and decrease in value when interest rates rise.

If significant, Note 12 summarizes the Fund's interest-bearing financial instruments by remaining term to maturity and illustrates the potential impact to the Fund's net assets had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, all other variables held constant. The Fund's sensitivity to interest rate changes was estimated using weighted average duration, and a valuation model that estimates the impact to the fair value of mortgages based on changes in prevailing interest rates in a manner consistent with the valuation policy for mortgages. In practice, the actual trading results may differ and the difference could be material.

The Fund's sensitivity to interest rate risk illustrated in Note 12 includes potential indirect impacts from Underlying Funds and ETFs in which the Fund invests, and/or derivative contracts. Cash and cash equivalents and other money market instruments are short term in nature and are not generally subject to significant amounts of interest rate risk.

(e) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. Note 12 summarizes the Fund's exposure, if significant, to credit risk. Indirect exposure to credit risk may arise from fixed-income securities, such as bonds, held by Underlying Funds and ETFs, if any. The fair value of fixed-income securities held by Underlying Funds and ETFs includes consideration of the creditworthiness of the issuer.

All transactions in listed securities are settled/paid for upon delivery using approved third-party brokers. The risk of default is considered minimal, as delivery of investments sold by the Fund is only made once the broker has received payment. Payment is made by the Fund on a purchase only once the investments have been received by the broker.

The carrying amount of investments represents the maximum credit risk exposure. The carrying amount of other assets also represents the maximum credit risk exposure, as they will be settled in the short term.

The Fund may enter into securities lending transactions with counterparties whereby the Fund temporarily exchanges securities for collateral with a commitment by the counterparty to deliver the same securities on a future date. Credit risk associated with these transactions is considered minimal as all counterparties have a sufficient, approved credit rating and the value of cash or securities held as collateral must be at least 102% of the fair value of the investments loaned.

(f) Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate or currency risk), whether caused by factors specific to an individual investment, its issuer or other factors affecting all instruments traded in a market or market segment. All investments present a risk of loss of capital. The Manager moderates this risk through a careful selection of securities and other financial instruments within the parameters of the investment strategies. Except for certain derivative contracts, the maximum risk resulting from financial instruments is equivalent to their fair value. The maximum risk of loss on certain derivative contracts such as forwards, swaps and futures contracts is equal to their notional values. In the case of written call (put) options and futures contracts sold short, the maximum loss to the Fund increases, theoretically without limit, as the fair value of the underlying security increases (decreases). However, these instruments are generally used within the overall investment management process to manage the risk from the underlying investments and do not typically increase the overall risk of loss to the Fund.

Other price risk typically arises from exposure to equity and commodity securities. If significant, Note 12 illustrates the potential increase or decrease in the Fund's net assets, had the prices on the respective exchanges for these securities increased or decreased by 10%, all other variables held constant. In practice, the actual trading results may differ and the difference could be material.

The Fund's sensitivity to other price risk illustrated in Note 12 includes potential indirect impacts from Underlying Funds and ETFs in which the Fund invests, and/or derivative contracts.

In addition, if the Fund invests in Investors Real Property Fund, the Fund is exposed to the risk that the value of the Underlying Fund could change as a result of changes in the valuation of real properties. Valuations of real properties are sensitive to changes in capitalization rates. Note 12 also indicates the Fund's sensitivity, if any, to a 25 basis point change in the weighted average capitalization rates.

Aristotle – IG U.S. Small Cap Equity Pool

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

MARCH 31, 2020

11. OTHER INFORMATION

(a) Abbreviations

Foreign currencies, if any, are presented in these financial statements using the following abbreviated currency codes:

Currency Code	Description	Currency Code	Description
AUD	Australian dollars	MXN	Mexican peso
BRL	Brazilian real	MYR	Malaysian ringgit
CAD	Canadian dollars	NGN	Nigerian naira
CHF	Swiss franc	NOK	Norwegian krona
CKZ	Czech koruna	NTD	New Taiwan dollar
CLP	Chilean peso	NZD	New Zealand dollars
CNY	Chinese yuan	PEN	Peruvian nuevo sol
COP	Colombian peso	PHP	Philippine peso
DKK	Danish krone	PLN	Polish zloty
EUR	Euro	RON	Romanian leu
GBP	United Kingdom pounds	RUB	Russian ruble
HKD	Hong Kong dollars	SEK	Swedish krona
HUF	Hungarian forint	SGD	Singapore dollars
IDR	Indonesian rupiah	THB	Thailand baht
ILS	Israeli sheqel	TRL	Turkish lira
INR	Indian rupee	USD	United States dollars
JPY	Japanese yen	ZAR	South African rand
KOR	South Korean won	ZMW	Zambian kwacha

(b) Additional information available

A copy of the Fund's current Simplified Prospectus, Annual Information Form and/or Management Report of Fund Performance, will be provided, without charge, by writing to: Investors Group Financial Services Inc., 447 Portage Avenue, Winnipeg, Manitoba, R3B 3H5 or, in Quebec, 2001, Robert-Bourassa Boulevard, Bureau 2000, Montreal, Quebec, H3A 2A6, or by calling toll-free 1-888-746-6344 (in Quebec 1-800-661-4578), or by visiting the IG Wealth Management website at www.ig.ca or SEDAR at www.sedar.com. Copies of financial statements for all IG Wealth Management Funds are also available upon request or by visiting the IG Wealth Management website at www.ig.ca or SEDAR at www.sedar.com.

Aristotle – IG U.S. Small Cap Equity Pool

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

MARCH 31, 2020

12. FUND SPECIFIC INFORMATION

(a) Fund and series information

Series	Date operations commenced	Management fee (%)	Service fee (%)	Administration fee (%)	Trustee fee (%)
Series P	November 15, 2018	-	-	-	-

The fee rates in the table above are rounded to two decimals.
Date operations commenced are shown if within 10 years.

The Fund aims to provide long-term capital growth by investing primarily in small capitalization U.S. corporations diversified geographically and by industry.
The Manager has engaged Aristotle Capital Boston, LLC as sub-advisor to assist in investment management and trade execution for the Fund.

(b) Income tax losses (\$ 000)

Total capital loss	Total non-capital loss	Expiration year for non-capital losses					
		2026	2027	2028	2029	2030	after 2030
13	-	-	-	-	-	-	-

(c) Commissions

for the period ended	(\$ 000)
March 31, 2020	-
March 31, 2019	-

(d) Securities lending

as at	Value of securities loaned (\$ 000)	Value of collateral received (\$ 000)
March 31, 2020	2,566	2,695
March 31, 2019	-	-

for the period ended	March 31, 2020		March 31, 2019	
	(\$ 000)	(%)	(\$ 000)	(%)
Gross securities lending income	-	-	-	-
Tax withheld	-	-	-	-
Payments to securities lending agents	-	-	-	-
Securities lending income	-	-	-	-

(e) Financial instrument risk

i) Currency risk

The tables below summarize the Fund's exposure to currency risk.

March 31, 2020	Investments (\$ 000)	Cash and cash equivalents (\$ 000)	Margin on derivative contracts (\$ 000)	Derivative instruments (\$ 000)	Net exposure (\$ 000)	Impact on net assets			
						Strengthened by 5% (\$ 000)	(%)	Weakened by 5% (\$ 000)	(%)
Currency									
United States dollars	88,981	4,113	-	-	93,094				
Euro	2,314	-	-	-	2,314				
Total	91,295	4,113	-	-	95,408				
As percent of net assets (%)					96.2				
Total currency rate sensitivity on direct holdings						(4,770)	(4.8)	4,770	4.8
Currency rate sensitivity arising from Underlying Funds and ETFs						(162)	(0.2)	162	0.2
Total sensitivity to currency rate changes						(4,932)	(5.0)	4,932	5.0

Aristotle – IG U.S. Small Cap Equity Pool

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

MARCH 31, 2020

12. FUND SPECIFIC INFORMATION

(e) Financial instrument risk

i) Currency risk (continued)

March 31, 2019	Investments (\$ 000)	Cash and cash equivalents (\$ 000)	Margin on derivative contracts (\$ 000)	Derivative instruments (\$ 000)	Net exposure (\$ 000)	Impact on net assets			
						Strengthened by 5%		Weakened by 5%	
Currency						(\$ 000)	(%)	(\$ 000)	(%)
United States dollars	101,549	5,369	-	-	106,918				
Euro	2,950	-	-	-	2,950				
Total	104,499	5,369	-	-	109,868				
As percent of net assets (%)					97.1				
Total currency rate sensitivity on direct holdings						(5,493)	(4.9)	5,493	4.9
Currency rate sensitivity arising from Underlying Funds and ETFs						(158)	(0.1)	158	0.1
Total sensitivity to currency rate changes						(5,651)	(5.0)	5,651	5.0

ii) Interest rate risk

As at March 31, 2020 and 2019, the Fund did not have a significant exposure to interest rate risk.

iii) Credit risk

As at March 31, 2020 and 2019, the Fund did not have a significant exposure to credit risk.

iv) Other price risk

The table below summarizes the Fund's exposure to other price risk.

Impact on net assets	Increase by 10%		Decrease by 10%	
	(\$ 000)	(%)	(\$ 000)	(%)
March 31, 2020	9,493	9.6	(9,493)	(9.6)
March 31, 2019	10,798	9.5	(10,798)	(9.5)

(f) Fair value of investments

The tables below summarize the fair value of the Fund's investments using the fair value categories described in Note 4.

as at March 31, 2020 (\$ 000)	Level 1	Level 2	Level 3	Total
Bonds	-	-	-	-
Mutual funds	-	-	-	-
Exchange Traded Funds	3,235	-	-	3,235
Equities	91,704	-	-	91,704
Short-term investments	-	-	-	-
Derivative assets	-	-	-	-
Derivative liabilities	-	-	-	-
Total	94,939	-	-	94,939

as at March 31, 2019 (\$ 000)	Level 1	Level 2	Level 3	Total
Bonds	-	-	-	-
Mutual Funds	-	-	-	-
Exchange Traded Funds	3,172	-	-	3,172
Equities	104,820	-	-	104,820
Short-term investments	-	-	-	-
Derivative assets	-	-	-	-
Derivative liabilities	-	-	-	-
Total	107,992	-	-	107,992

During the periods, there were no significant transfers between Level 1 and Level 2.

TO THE SECURITYHOLDERS OF ARISTOTLE – IG U.S. SMALL CAP EQUITY POOL (THE "FUND")

Opinion

We have audited the financial statements of the Fund, which comprise the statements of financial position as at March 31, 2020 and 2019, and the statements of comprehensive income, changes in financial position and cash flows for the periods then ended, and indicated in note 1, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 2020 and 2019, and its financial performance and its cash flows for the periods then ended, as indicated in note 1, in accordance with International Financial Reporting Standards ("IFRS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 Fund 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.

Other Information

Management is responsible for the other information. The other information comprises the Management Report of Fund 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.

We obtained the Management Report of Fund Performance prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

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 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 Fund's 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 Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's 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 GAAS 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 GAAS, 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 Fund'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 Fund's 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 Fund 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

/s/ Deloitte LLP
Chartered Professional Accountants
Winnipeg, Canada
July 17, 2020

Memo
