



AlphaDelta Canadian Prosperity Class

2015 Annual Management
Report of Fund Performance

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This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of AlphaDelta Canadian Prosperity Class (the "Fund"). You can get a copy of the financial statements at no cost in the following ways; by calling us at (604) 602-1142 or 1-866-602-1142; by writing to us at Qwest Investment Fund Management Ltd., PO Box 11549, Suite 310, 650 West Georgia Street, Vancouver, BC V6B 4N7; by e-mailing us at info@qwestfunds.com; by viewing the information on our website at www.qwestfunds.com; or by viewing the information on SEDAR at www.sedar.com.

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

Management Discussion of Fund Performance

Investment Objective and Strategies

The Fund seeks to provide investors with long-term capital appreciation by investing primarily in equity securities of Canadian companies with a market capitalization of up to \$3 billion as of the date of investment.

The Fund will invest primarily in equity securities of Canadian companies in a variety of industries with a market capitalization of up to \$3 billion as of the date of investment, and the securities of which trade on a Canadian stock exchange. Up to 10% of the Fund's net asset value may be invested in securities of companies with market capitalizations of up to \$3 billion that are domiciled in the United States and/or trade on a United States stock exchange.

Risk

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

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

Results of Operations

The Fund commenced operations in March of 2015. During the period from commencement of operations to December 31, 2015, the Fund issued 122,907 Series A shares and 732,663 Series F shares. As at December 31, 2015, 122,947 Series A shares and 469,612 Series F shares were outstanding. During the period from commencement of operations to December 31, 2015, the Fund realized an accounting loss of \$465,919 from the disposition of securities.

For the period from commencement of operations to December 31, 2015, the Fund earned dividend income of \$134,000. Total expenses before expense reimbursement was \$218,000 comprised mainly of \$83,000 in management fees (calculated daily at an annual rate of 2.5% of the NAV of Series A shares and 1.5% of the NAV of Series F shares), \$49,000 in shareholder recordkeeping and fund accounting fees, \$30,000 in audit, \$25,000 in transaction costs, and \$12,000 in custodian fees.

At December 31, 2015, net assets attributable to holders of redeemable shares for Series A shares was \$1,097,434 or \$8.93 per share, and for Series F shares was \$4,223,177 or \$8.99 per share.

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As the Fund launched at the beginning of March 2015, \$8,628,000 of cash was received by the Fund to December 31, 2015. Over the subsequent nine months following March 2015, the Fund was invested in accordance with the Fund's investment objectives and strategies. The composition of the Fund changed from cash to securities.

Recent Developments

There are no changes to the strategic position of the Fund.

Related Party Transactions

Pursuant to the amended and restated master management agreement, the Manager is entitled to an annual management fee of 2.5% of the net asset value of Series A shares and 1.5% of the net asset value of Series F shares of the Fund, calculated daily and payable monthly in arrears. For the period from commencement of operations to December 31, 2015, the Fund incurred \$83,000 in management fees of which \$8,000 was payable at December 31, 2015.

In order for the Fund to maintain a competitive position with other mutual funds with respect to operating expenses charged to the Fund, AlphaDelta Management Corp. ("AlphaDelta"), an affiliate of Qwest Investment Fund Management Ltd. (the "Manager"), has agreed at its discretion to pay for some of the operating expenses of the Fund. AlphaDelta has absorbed a total of \$98,000 of the operating expenses of the Fund for the period ended December 31, 2015.

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Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period from commencement of operations to December 31, 2015.

Net Assets per mutual fund share ⁽¹⁾

Net Assets attributable to holders of redeemable shares per Series A	December 31, 2015
Initial NAV	\$ 10.00
Increase (decrease) from operations:	
Total revenue	0.22
Total expenses	(0.27)
Realized gains (losses)	(0.62)
Unrealized gains (losses)	(0.45)
Total decrease from operations ⁽²⁾	(1.12)
Distributions:	
From dividends	(0.20)
Total distributions	(0.20)
Net assets attributable to holders of redeemable shares at end of period	\$ 8.93

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

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

Ratios and Supplemental Data

Series A	December 31, 2015
Total net asset value (000's)	\$ 1,097
Number of mutual fund shares outstanding	122,947
Management expense ratio ⁽¹⁾	2.89 %
Management expense ratio before absorption ⁽¹⁾	4.94 %
Portfolio turnover rate ⁽²⁾	79.11 %
Trading expense ratio ⁽³⁾	0.51 %
Net asset value per share	\$ 8.93

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

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

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

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Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period from commencement of operations to December 31, 2015.

Net Assets per mutual fund share ⁽¹⁾

Net Assets attributable to holders of redeemable shares per Series F	December 31, 2015
Initial NAV	\$ 10.00
Increase (decrease) from operations:	
Total revenue	0.23
Total expenses	(0.19)
Realized gains (losses)	(0.79)
Unrealized gains (losses)	(0.58)
Total decrease from operations ⁽²⁾	(1.33)
Distributions:	
From dividends	(0.21)
Total distributions	(0.21)
Net assets attributable to holders of redeemable shares at end of period	\$ 8.99

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

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

Ratios and Supplemental Data

Series F	December 31, 2015
Total net asset value (000's)	\$ 4,223
Number of mutual fund shares outstanding	469,612
Management expense ratio ⁽¹⁾	1.83 %
Management expense ratio before absorption ⁽¹⁾	3.88 %
Portfolio turnover rate ⁽²⁾	79.11 %
Trading expense ratio ⁽³⁾	0.51 %
Net asset value per share	\$ 8.99

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

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

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Management Fees

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

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

	Management Fees	Breakdown of Services	
		Distribution	Other*
Series A	2.5%	40%	60%
Series F	1.5%	-	100%

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

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

Past Performance

Investment performance in respect of a fund that has been available for less than one year is not provided. Series A & F shares of the Fund commenced operations on March 2, 2015

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Summary of Investment Portfolio

As at December 31 2015, the net assets attributable to holders of redeemable shares of the Fund was \$5,320,611. Below is a breakdown of the investment portfolio as at December 31, 2015, by sector and as a percentage of the aggregate net asset value of the top 25 securities in the investment portfolio:

Top Holdings	% of Net Assets
Canadian Western Bank	5.54
Enghouse Systems Ltd.	4.23
Premium Brands Holdings Corp.	3.81
Ag Growth International Inc.	3.74
Badger Daylighting Ltd.	3.65
Dorel Industries Inc.	3.50
Martinrea International Inc.	3.49
High Liner Foods Inc.	3.41
Intertape Polymer Group Inc.	3.32
Stella-Jones Inc.	3.26
E-L Financial Corp Ltd	3.22
Guardian Capital Group Ltd - Class A	3.17
WSP Global Inc.	3.15
Winpak Ltd.	3.09
Pason Systems Inc.	3.01
Altus Group Ltd.	3.00
Exco Technologies Ltd.	2.97
Raging River Exploration Inc.	2.92
Performance Sports Group Ltd.	2.88
ATS Automation Tooling Systems Inc.	2.82
ShawCor Ltd.	2.80
Richelieu Hardware Ltd.	2.61
Equitable Group Inc.	2.60
Leon's Furniture Ltd.	2.59
First National Financial Corp.	2.53

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Sector/Subgroup	% of Net Assets
Industrial	29.49
Financial	19.99
Consumer, Non-cyclical	14.09
Energy	13.57
Consumer, Cyclical	11.58
Technology	8.97
Cash	2.12
Other assets net assets	0.19
	100.00

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. A quarterly update is available at www.qwestfunds.com.

Caution Regarding Forward-looking Statements

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